



2016 SUPPLEMENTAL OPERATING BUDGET

**ESHB 2376-Striking
Amendment**

PROPOSED
FINAL

**SENATE WAYS & MEANS COMMITTEE
March 28, 2016**

ESHB 2376 - H AMD
By Representative

Strike everything after the enacting clause and insert the following:

"PART I
GENERAL GOVERNMENT

Sec. 101. 2015 3rd sp.s. c 4 s 101 (uncodified) is amended to read as follows:

FOR THE HOUSE OF REPRESENTATIVES

General Fund—State Appropriation (FY 2016).	((\$33,485,000))
	<u>\$33,859,000</u>
General Fund—State Appropriation (FY 2017).	((\$34,953,000))
	<u>\$35,287,000</u>
Motor Vehicle Account—State Appropriation.	((\$1,918,000))
	<u>\$1,917,000</u>
TOTAL APPROPRIATION.	((\$70,356,000))
	<u>\$71,063,000</u>

~~((The appropriations in this section are subject to the following conditions and limitations: The joint select task force on nuclear energy created in chapter 221, Laws of 2014 is extended until December 1, 2017.))~~

Sec. 102. 2015 3rd sp.s. c 4 s 102 (uncodified) is amended to read as follows:

FOR THE SENATE

General Fund—State Appropriation (FY 2016).	((\$22,997,000))
	<u>\$23,538,000</u>
General Fund—State Appropriation (FY 2017).	((\$25,771,000))
	<u>\$26,360,000</u>
Motor Vehicle Account—State Appropriation.	\$1,748,000
TOTAL APPROPRIATION.	((\$50,516,000))
	<u>\$51,646,000</u>

1 ((The appropriations in this section are subject to the following
2 conditions and limitations: The joint select task force on nuclear
3 energy created in chapter 221, Laws of 2014 is extended until
4 December 1, 2017.))

5 **Sec. 103.** 2015 3rd sp.s. c 4 s 103 (uncodified) is amended to
6 read as follows:

7 **FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW COMMITTEE**

8 General Fund—State Appropriation (FY 2016). \$45,000

9 General Fund—State Appropriation (FY 2017). \$83,000

10 Performance Audits of Government—State Appropriation. ((\$6,711,000))
11 \$6,726,000

12 TOTAL APPROPRIATION. \$6,854,000

13 The appropriation in this section is subject to the following
14 conditions and limitations:

15 (1) Notwithstanding the provisions of this section, the joint
16 legislative audit and review committee may adjust the due dates for
17 projects included on the committee's 2015-2017 work plan as necessary
18 to efficiently manage workload.

19 (2) The committee shall analyze the forest fire protection
20 assessment established in chapter 76.04 RCW. The analysis shall
21 include:

22 (a) The process the department of natural resources uses to
23 determine the assessments;

24 (b) The statutory framework for assessing based on parcels and
25 being considered forest land;

26 (c) The cost efficiency of the administrative processes to
27 collect assessments and issue refunds;

28 (d) The rates of the assessment for forest fire protection,
29 including the costs of county assessor participation;

30 (e) The historical relationship between the rates and protection
31 expenditures or anticipated expenditures and eventual suppression
32 expenditures;

33 (f) How other states assess for protection or suppression;

34 (g) Parcels assessed as forest lands that have become developed
35 properties and are not covered, serviced, or taxed by a fire
36 protection district;

1 (h) Identification of parcels within the state that are not
2 subject to the assessment and are not included in a local fire
3 district.

4 A report on the results of the analysis with any findings and
5 recommendations shall be submitted to the appropriate committees of
6 the legislature by ~~((December 2016))~~ July 2017.

7 (3) \$30,000 of the general fund—state appropriation for fiscal
8 year 2016 and \$30,000 of the general fund—state appropriation for
9 fiscal year 2017 are provided solely for implementation of Engrossed
10 Second Substitute House Bill No. 2439 (youth mental health services).
11 If the bill is not enacted by June 30, 2016, the amounts provided in
12 this subsection shall lapse.

13 (4) \$15,000 of the general fund—state appropriation for fiscal
14 year 2016 and \$41,000 of the general fund—state appropriation for
15 fiscal year 2017 are provided solely for implementation of Second
16 Substitute House Bill No. 2791 (WA statewide reentry council). If the
17 bill is not enacted by June 30, 2016, the amounts provided in this
18 subsection shall lapse.

19 (5) \$12,000 of the general fund—state appropriation for fiscal
20 year 2017 is provided solely for implementation of Substitute House
21 Bill No. 2938 (WA trade conventions/taxes). If the bill is not
22 enacted by June 30, 2016, the amount provided in this subsection
23 shall lapse.

24 (6) The committee shall analyze fire suppression funding and
25 costs for the department of natural resources and the state fire
26 marshal. The analysis shall include:

27 (a) The agencies' estimates of fire suppression costs for
28 individual fires;

29 (b) Suppression costs for state lands, private lands, and federal
30 lands;

31 (c) Costs for suppressing fires on undeveloped lands and
32 developed lands;

33 (d) The source of funds for reimbursement of suppression costs
34 and the process for seeking reimbursement; and

35 (e) The extent to which suppression activities were related to
36 private properties covered by fire insurance.

37 A report on the results of the analysis with any findings and
38 recommendations shall be submitted to the appropriate committees of
39 the legislature by December 2017.

Sec. 104. 2015 3rd sp.s. c 4 s 104 (uncodified) is amended to read as follows:

FOR THE LEGISLATIVE EVALUATION AND ACCOUNTABILITY PROGRAM COMMITTEE

Performance Audits of Government—State Appropriation. ((~~\$3,658,000~~))
\$3,678,000

Sec. 105. 2015 3rd sp.s. c 4 s 105 (uncodified) is amended to read as follows:

FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE

General Fund—State Appropriation (FY 2016). ((~~\$9,277,000~~))
\$9,334,000

General Fund—State Appropriation (FY 2017). ((~~\$9,729,000~~))
\$9,784,000

TOTAL APPROPRIATION. ((~~\$19,006,000~~))
\$19,118,000

Sec. 106. 2015 3rd sp.s. c 4 s 106 (uncodified) is amended to read as follows:

FOR THE OFFICE OF THE STATE ACTUARY

General Fund—State Appropriation (FY 2016). \$296,000

General Fund—State Appropriation (FY 2017). \$296,000

State Health Care Authority Administrative Account—State
Appropriation. \$394,000

Department of Retirement Systems Expense
Account—State Appropriation. ((~~\$4,631,000~~))
\$4,552,000

TOTAL APPROPRIATION. ((~~\$5,617,000~~))
\$5,538,000

The appropriations in this section are subject to the following conditions and limitations: During the 2016 legislative interim, the select committee on pension policy shall study Senate Bill No. 6668 (LEOFF 1 & TRS 1 merger) and report on the tax, legal, fiscal, policy, and administrative implications. In conducting the study, the select committee on pension policy shall also update its 2011 study of law enforcement officers' and firefighters' retirement system plans 1 and 2. In preparing this study, the department of retirement systems, the attorney general's office, the law enforcement officers' and firefighters' retirement system plan 2 board, and the office of the state actuary shall provide the select committee on pension

policy with any information or assistance the committee requests. The committee shall also receive stakeholder input on the bill as part of its deliberation. The select committee on pension policy shall submit this report to the legislature by January 9, 2017.

Sec. 107. 2015 3rd sp.s. c 4 s 107 (uncodified) is amended to read as follows:

FOR THE STATUTE LAW COMMITTEE

General Fund—State Appropriation (FY 2016).	((\$4,160,000))
	<u>\$4,165,000</u>
General Fund—State Appropriation (FY 2017).	((\$4,709,000))
	<u>\$4,712,000</u>
TOTAL APPROPRIATION.	((\$8,869,000))
	<u>\$8,877,000</u>

Sec. 108. 2015 3rd sp.s. c 4 s 108 (uncodified) is amended to read as follows:

FOR THE OFFICE OF LEGISLATIVE SUPPORT SERVICES

General Fund—State Appropriation (FY 2016).	((\$3,835,000))
	<u>\$4,052,000</u>
General Fund—State Appropriation (FY 2017).	((\$4,288,000))
	<u>\$4,536,000</u>
TOTAL APPROPRIATION.	((\$8,123,000))
	<u>\$8,588,000</u>

The appropriations in this section are subject to the following conditions and limitations: \$25,000 of the general fund—state appropriation for fiscal year 2016 and \$25,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for expenditure into the legislative oral history account under RCW 44.04.345.

Sec. 109. 2015 3rd sp.s. c 4 s 110 (uncodified) is amended to read as follows:

FOR THE SUPREME COURT

General Fund—State Appropriation (FY 2016).	((\$7,491,000))
	<u>\$7,573,000</u>
General Fund—State Appropriation (FY 2017).	((\$7,594,000))
	<u>\$7,643,000</u>
TOTAL APPROPRIATION.	((\$15,085,000))

1 \$15,216,000

2 **Sec. 110.** 2015 3rd sp.s. c 4 s 111 (uncodified) is amended to
3 read as follows:

4 **FOR THE LAW LIBRARY**

5 General Fund—State Appropriation (FY 2016). (~~(\$1,570,000)~~)
6 \$1,583,000

7 General Fund—State Appropriation (FY 2017). (~~(\$1,577,000)~~)
8 \$1,592,000

9 TOTAL APPROPRIATION. (~~(\$3,147,000)~~)
10 \$3,175,000

11 **Sec. 111.** 2015 3rd sp.s. c 4 s 112 (uncodified) is amended to
12 read as follows:

13 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

14 General Fund—State Appropriation (FY 2016). (~~(\$1,134,000)~~)
15 \$1,117,000

16 General Fund—State Appropriation (FY 2017). (~~(\$1,076,000)~~)
17 \$1,117,000

18 TOTAL APPROPRIATION. (~~(\$2,210,000)~~)
19 \$2,234,000

20 **Sec. 112.** 2015 3rd sp.s. c 4 s 113 (uncodified) is amended to
21 read as follows:

22 **FOR THE COURT OF APPEALS**

23 General Fund—State Appropriation (FY 2016). (~~(\$16,866,000)~~)
24 \$17,000,000

25 General Fund—State Appropriation (FY 2017). (~~(\$17,292,000)~~)
26 \$17,311,000

27 TOTAL APPROPRIATION. (~~(\$34,158,000)~~)
28 \$34,311,000

29 **Sec. 113.** 2015 3rd sp.s. c 4 s 114 (uncodified) is amended to
30 read as follows:

31 **FOR THE ADMINISTRATOR FOR THE COURTS**

32 General Fund—State Appropriation (FY 2016). (~~(\$55,930,000)~~)
33 \$56,244,000

34 General Fund—State Appropriation (FY 2017). (~~(\$56,764,000)~~)
35 \$56,180,000

1	General Fund—Federal Appropriation.	\$2,154,000
2	General Fund—Private/Local Appropriation.	\$667,000
3	Judicial Information Systems Account—State	
4	Appropriation.	((\$56,016,000))
5		<u>\$56,772,000</u>
6	Judicial Stabilization Trust Account—State	
7	Appropriation.	\$6,691,000
8	TOTAL APPROPRIATION.	((\$178,222,000))
9		<u>\$178,708,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1) \$878,000 of the general fund—state appropriation for fiscal
13 year 2016, \$878,000 of the general fund—state appropriation for
14 fiscal year 2017, and \$6,784,000 of the judicial information systems
15 account—state appropriation are provided solely for the information
16 network hub project.

17 (2) \$516,000 of the judicial information systems account—state
18 appropriation is provided solely for replacement of computer
19 equipment, including servers, routers, and storage system upgrades.

20 (3) The distributions made under this subsection and
21 distributions from the county criminal justice assistance account
22 made pursuant to section 801 of this act constitute appropriate
23 reimbursement for costs for any new programs or increased level of
24 service for purposes of RCW 43.135.060.

25 (4) \$1,849,000 of the judicial information systems account—state
26 appropriation is provided solely for replacing computer equipment at
27 state courts and state judicial agencies.

28 (5) \$1,399,000 of the general fund—state appropriation for fiscal
29 year 2016 and \$1,399,000 of the general fund—state appropriation for
30 fiscal year 2017 are provided solely for school districts for
31 petitions to juvenile court for truant students as provided in RCW
32 28A.225.030 and 28A.225.035. The administrator for the courts shall
33 develop an interagency agreement with the superintendent of public
34 instruction to allocate the funding provided in this subsection.
35 Allocation of this money to school districts shall be based on the
36 number of petitions filed. This funding includes amounts school
37 districts may expend on the cost of serving petitions filed under RCW
38 28A.225.030 by certified mail or by personal service or for the

1 performance of service of process for any hearing associated with RCW
2 28A.225.030.

3 (6)(a) \$7,313,000 of the general fund—state appropriation for
4 fiscal year 2016 and \$7,313,000 of the general fund—state
5 appropriation for fiscal year 2017 are provided solely for
6 distribution to county juvenile court administrators to fund the
7 costs of processing truancy, children in need of services, and at-
8 risk youth petitions. The administrator for the courts, in
9 conjunction with the juvenile court administrators, shall develop an
10 equitable funding distribution formula. The formula shall neither
11 reward counties with higher than average per-petition processing
12 costs nor shall it penalize counties with lower than average per-
13 petition processing costs.

14 (b) Each fiscal year during the 2015-2017 fiscal biennium, each
15 county shall report the number of petitions processed and the total
16 actual costs of processing truancy, children in need of services, and
17 at-risk youth petitions. Counties shall submit the reports to the
18 administrator for the courts no later than 45 days after the end of
19 the fiscal year. The administrator for the courts shall
20 electronically transmit this information to the chairs and ranking
21 minority members of the house of representatives and senate fiscal
22 committees no later than 60 days after a fiscal year ends. These
23 reports are deemed informational in nature and are not for the
24 purpose of distributing funds.

25 (7) (~~(\$313,000)~~) \$584,000 of the judicial information systems
26 account—state appropriation is provided solely for the content
27 management system for the appellate courts.

28 (8) \$200,000 of the general fund—state appropriation for fiscal
29 year 2016 is provided solely for the office of public guardianship
30 for the purpose of providing guardianship services to low income and
31 indigent alleged or actual incapacitated persons who were receiving
32 services on July 10, 2013.

33 (9) \$118,000 of the judicial information systems account—state
34 appropriation for fiscal year 2016 is provided solely for
35 implementation of chapter 287, Laws of 2015 (Engrossed House Bill No.
36 1943).

37 (10) \$75,000 of the general fund—state appropriation for fiscal
38 year 2016 is provided solely for the planning and design of a
39 dependency court improvement demonstration program. The plan must be

1 developed jointly with the one family one team public private
2 partnership, with a private cash match of \$75,000. If the cash match
3 is not available by August 1, 2015, the administrative office of the
4 courts will not be required to complete the planning and design of a
5 dependency court improvement demonstration program. By January 1,
6 2016, the public private partnership shall provide to the appropriate
7 committees of the legislature the program design, including ongoing
8 administrative funding, and a statement of the public and private
9 funding required in order to provide demonstration grants to up to
10 four counties.

11 (11) \$6,080,000 of the judicial information systems account—state
12 appropriation for fiscal year 2016 is provided solely for continued
13 implementation of the superior court case management system project.

14 (12) (~~(\$6,518,000)~~) \$7,010,000 of the judicial information
15 systems account—state appropriation for fiscal year 2017 is provided
16 solely for continued implementation of the superior court case
17 management system. The steering committee for the superior court case
18 management system, the office of administrator of the courts, and
19 county clerks shall work with the case management system vendor to
20 develop cost estimates for modifications to the superior court case
21 management system to address security and document management
22 concerns raised by county clerks. If the cost estimates are not
23 provided to the fiscal committees of the legislature by January 1,
24 2016, the amounts provided in this subsection shall lapse.
25 Furthermore, the amounts provided in this subsection shall lapse if
26 the superior court case management system is not live and fully
27 functional in Franklin, Thurston, and Yakima counties by February 1,
28 2016.

29 (13) The existing steering committee for the superior court case
30 management system shall continue oversight responsibilities
31 throughout the various phases of the project to include, but not be
32 limited to, vendor management, contract and deliverable management,
33 assuring reasonable satisfaction of the business and technical needs
34 at the local level, receipt of stakeholder feedback, and
35 communication between the various stakeholder groups and the judicial
36 information systems committee. Issues of significant scope, schedule
37 or budget changes, and risk mitigation strategies must be escalated
38 to the judicial information systems committee for consideration. In
39 the event that a majority of the steering committee members cannot
40 reach a decision, the issue must be escalated to the judicial

1 information systems committee for consideration. The superior court
2 case management system project steering committee may solicit input
3 from user groups as deemed appropriate.

4 (14) The courts of limited jurisdiction case management system
5 (CLJ-CMS) replacement project shall be guided by a project steering
6 committee to provide project oversight throughout the various phases
7 of the project to include, but not be limited to, vendor management,
8 contract and deliverable management, assuring reasonable satisfaction
9 of the business and technical needs at the local level, receipt of
10 stakeholder feedback, and communication between the various
11 stakeholder groups and the judicial information systems committee.
12 The project steering committee shall be comprised of three members
13 from the administrative office of the courts, two members from the
14 district and municipal court judges association, three members from
15 the district and municipal court management association, and two
16 members from the misdemeanor corrections association. Issues of
17 significant scope, schedule or budget changes, and risk mitigation
18 strategies must be escalated to the judicial information systems
19 committee for consideration. In the event that a majority of the
20 project steering committee members cannot reach a decision, the issue
21 must be escalated to the judicial information systems committee for
22 consideration. The courts of limited jurisdiction case management
23 system replacement project steering committee may solicit input from
24 user groups as deemed appropriate.

25 (15) \$3,789,000 of the judicial information systems account—state
26 appropriation is provided solely for preparation and procurement
27 activities related to the courts of limited jurisdiction case
28 management system (CLJ-CMS) replacement project. The appropriations
29 are further conditioned that the CLJ-CMS replacement project be
30 funded entirely from judicial information system account funds in
31 future biennia. The amounts provided in this subsection for the CLJ-
32 CMS replacement project shall not be expended prior to January 1,
33 2016. In addition, if the following activities are not complete by
34 the dates provided, no further funds appropriated in this subsection
35 shall be expended on the CLJ-CMS replacement project.

36 (a) Beginning April 1, 2016, and each calendar quarter
37 thereafter, quality assurance reports for the CLJ-CMS replacement
38 project shall be provided to the office of chief information officer
39 for review and for posting on its information technology project
40 dashboard.

(b) No later than July 1, 2016, the CLJ-CMS replacement project steering committee shall provide a report to the legislature on the status of the procurement process for a CLJ-CMS replacement project, including an affirmation that the project is designed to meet the business processes and requirements of all thirty-nine counties. In addition, the report shall include a statement from each court of limited jurisdiction of its intended use of the new CLJ-CMS.

(c) No later than January 1, 2017, the judicial information system committee must approve the publication of a request for proposal for the CLJ-CMS replacement project.

(d) Prior to any CLJ-CMS replacement project steering committee recommendation to the judicial information system committee of a preferred vendor and prior to the selection of an apparently successful vendor, the office of chief information officer must be allowed to review vendor submittals in response to the request for proposal. To better inform its selection, the office of chief information officer must provide to the CLJ-CMS replacement project steering committee an evaluation each vendor's proposed technology solution assessing its architecture, security, vendor experience and qualifications, project risks and risk management, and whether the technology solution represents the best value.

Sec. 114. 2015 3rd sp.s. c 4 s 115 (uncodified) is amended to read as follows:

FOR THE OFFICE OF PUBLIC DEFENSE

General Fund—State Appropriation (FY 2016).	((\$37,096,000))
	<u>\$37,558,000</u>
General Fund—State Appropriation (FY 2017).	((\$37,364,000))
	<u>\$37,809,000</u>
Judicial Stabilization Trust Account—State	
Appropriation.	\$3,648,000
TOTAL APPROPRIATION.	((\$78,108,000))
	<u>\$79,015,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) The amounts provided include funding for expert and investigative services in death penalty personal restraint petitions.

(2) \$924,000 of the general fund—state appropriation for fiscal year 2016 and \$462,000 of the general fund—state appropriation for

fiscal year 2017 are provided solely for parents representation program costs related to increased parental rights termination filings from the department of social and health services permanency initiative.

(3) \$451,000 of the general fund—state appropriation for fiscal year 2016 and \$915,000 of the general fund—state appropriation for fiscal year 2017 are provided solely to increase payments for attorneys who contract with the office for indigent defense representation.

(4) \$900,000 of the general fund—state appropriation for fiscal year 2016 and \$900,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the purpose of improving the quality of trial court public defense services.

(5) \$245,000 of the general fund—state appropriation for fiscal year 2016 and \$320,000 of the general fund—state appropriation for fiscal year 2017 are provided solely to implement chapter 117, Laws of 2015 (Second Substitute Senate Bill No. 5486). Funds must be used to maintain the current programs in Grays Harbor/Pacific, King, Kitsap, Pierce, Snohomish, Spokane, and Thurston/Mason counties; expand services in three of these locations; provide for program administration; and to fund the first stage of an evaluation of the program to determine if the parents for parents program can be considered evidence-based.

Sec. 115. 2015 3rd sp.s. c 4 s 116 (uncodified) is amended to read as follows:

FOR THE OFFICE OF CIVIL LEGAL AID

General Fund—State Appropriation (FY 2016).	((\$12,560,000))
	<u>\$12,842,000</u>
General Fund—State Appropriation (FY 2017).	((\$12,818,000))
	<u>\$13,088,000</u>
General Fund—Private/Local Appropriation.	\$150,000
Judicial Stabilization Trust Account—State	
Appropriation.	\$1,463,000
TOTAL APPROPRIATION.	((\$26,991,000))
	<u>\$27,543,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) An amount not to exceed \$40,000 of the general fund—state appropriation for fiscal year 2016 and an amount not to exceed \$40,000 of the general fund—state appropriation for fiscal year 2017 may be used to provide telephonic legal advice and assistance to otherwise eligible persons who are sixty years of age or older on matters authorized by RCW 2.53.030(2) (a) through (k) regardless of household income or asset level.

(2) \$498,000 of the general fund—state appropriation for fiscal year 2016 and \$499,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the child legal representation program. To achieve efficiencies and to manage within appropriated amounts, beginning January 1, 2016, the office is directed to implement the child legal representation program for children under RCW 13.34.100 using attorneys under contract directly with the office in a manner similar to the parents representation program at the office of public defense. The office must consult with counties, county courts, and the office of public defense prior to implementing this operational change.

Sec. 116. 2015 3rd sp.s. c 4 s 117 (uncodified) is amended to read as follows:

FOR THE OFFICE OF THE GOVERNOR

General Fund—State Appropriation (FY 2016).	((\$5,365,000))
	<u>\$5,393,000</u>
General Fund—State Appropriation (FY 2017).	((\$5,448,000))
	<u>\$5,462,000</u>
Economic Development Strategic Reserve Account—State	
Appropriation.	\$4,000,000
TOTAL APPROPRIATION.	((\$14,813,000))
	<u>\$14,855,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$4,000,000 of the economic development strategic reserve account appropriation is provided solely for efforts to assist with currently active industrial recruitment efforts that will bring new jobs to the state or will retain headquarter locations of major companies currently housed in the state.

(2) \$684,000 of the general fund—state appropriation for fiscal year 2016 and \$684,000 of the general fund—state appropriation for

fiscal year 2017 are provided solely for the office of the education
ombuds.

Sec. 117. 2015 3rd sp.s. c 4 s 118 (uncodified) is amended to
read as follows:

FOR THE LIEUTENANT GOVERNOR

General Fund—State Appropriation (FY 2016).	((\$633,000))
	<u>\$636,000</u>
General Fund—State Appropriation (FY 2017).	((\$637,000))
	<u>\$656,000</u>
General Fund—Private/Local Appropriation.	\$90,000
TOTAL APPROPRIATION.	((\$1,360,000))
	<u>\$1,382,000</u>

Sec. 118. 2015 3rd sp.s. c 4 s 119 (uncodified) is amended to
read as follows:

FOR THE PUBLIC DISCLOSURE COMMISSION

General Fund—State Appropriation (FY 2016).	((\$2,368,000))
	<u>\$2,416,000</u>
General Fund—State Appropriation (FY 2017).	((\$2,379,000))
	<u>\$2,437,000</u>
TOTAL APPROPRIATION.	((\$4,747,000))
	<u>\$4,853,000</u>

Sec. 119. 2015 3rd sp.s. c 4 s 120 (uncodified) is amended to
read as follows:

FOR THE SECRETARY OF STATE

General Fund—State Appropriation (FY 2016).	((\$25,870,000))
	<u>\$25,956,000</u>
General Fund—State Appropriation (FY 2017).	((\$12,796,000))
	<u>\$12,956,000</u>
General Fund—Federal Appropriation.	((\$7,577,000))
	<u>\$7,576,000</u>
Public Records Efficiency, Preservation, and Access	
Account—State Appropriation.	((\$8,596,000))
	<u>\$8,807,000</u>
Charitable Organization Education Account—State	
Appropriation.	\$671,000
Local Government Archives Account—State	

1	Appropriation.	((\$9,086,000))
2		<u>\$9,147,000</u>
3	Election Account—Federal Appropriation.	((\$8,865,000))
4		<u>\$4,387,000</u>
5	Washington State Heritage Center Account—State	
6	Appropriation.	((\$9,825,000))
7		<u>\$9,823,000</u>
8	TOTAL APPROPRIATION.	((\$83,286,000))
9		<u>\$79,323,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1) \$3,301,000 of the general fund—state appropriation for fiscal
13 year 2016 is provided solely to reimburse counties for the state's
14 share of primary and general election costs and the costs of
15 conducting mandatory recounts on state measures. Counties shall be
16 reimbursed only for those odd-year election costs that the secretary
17 of state validates as eligible for reimbursement.

18 (2)(a) \$2,682,000 of the general fund—state appropriation for
19 fiscal year 2016 and \$2,761,000 of the general fund—state
20 appropriation for fiscal year 2017 are provided solely for
21 contracting with a nonprofit organization to produce gavel-to-gavel
22 television coverage of state government deliberations and other
23 events of statewide significance during the 2015-2017 fiscal
24 biennium. The funding level for each year of the contract shall be
25 based on the amount provided in this subsection. The nonprofit
26 organization shall be required to raise contributions or commitments
27 to make contributions, in cash or in kind, in an amount equal to
28 forty percent of the state contribution. The office of the secretary
29 of state may make full or partial payment once all criteria in this
30 subsection have been satisfactorily documented.

31 (b) The legislature finds that the commitment of on-going funding
32 is necessary to ensure continuous, autonomous, and independent
33 coverage of public affairs. For that purpose, the secretary of state
34 shall enter into a contract with the nonprofit organization to
35 provide public affairs coverage.

36 (c) The nonprofit organization shall prepare an annual
37 independent audit, an annual financial statement, and an annual
38 report, including benchmarks that measure the success of the
39 nonprofit organization in meeting the intent of the program.

(d) No portion of any amounts disbursed pursuant to this subsection may be used, directly or indirectly, for any of the following purposes:

(i) Attempting to influence the passage or defeat of any legislation by the legislature of the state of Washington, by any county, city, town, or other political subdivision of the state of Washington, or by the congress, or the adoption or rejection of any rule, standard, rate, or other legislative enactment of any state agency;

(ii) Making contributions reportable under chapter 42.17 RCW; or

(iii) Providing any: (A) Gift; (B) honoraria; or (C) travel, lodging, meals, or entertainment to a public officer or employee.

(3) Any reductions to funding for the Washington talking book and Braille library may not exceed in proportion any reductions taken to the funding for the library as a whole.

(4) \$11,497,000 of the general fund—state appropriation for fiscal year 2016 is provided solely for the 2016 presidential primary election.

(5) \$3,000,000 of the Washington state heritage center account—state appropriation is provided solely for state library programs. If House Bill No. 2195 (auditor's fees) is not enacted by July 10, 2015, the amounts provided in this subsection shall lapse. If the increase in auditor's fees generates less revenue than provided in this subsection, the secretary of state shall reduce expenditures so that amounts provided in this subsection do not exceed revenue generated from the increase in auditor's fees.

(6) \$771,000 of the general fund—state appropriation for fiscal year 2016 and \$772,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the state library to purchase statewide online access to the information technology academy to allow public access to online courses and learning resources through public libraries.

Sec. 120. 2015 3rd sp.s. c 4 s 121 (uncodified) is amended to read as follows:

FOR THE GOVERNOR'S OFFICE OF INDIAN AFFAIRS

General Fund—State Appropriation (FY 2016). ((~~\$264,000~~))
\$266,000

General Fund—State Appropriation (FY 2017). ((~~\$273,000~~))

1 \$274,000
2 TOTAL APPROPRIATION. ((~~\$537,000~~))
3 \$540,000

4 The appropriations in this section are subject to the following
5 conditions and limitations: The office shall assist the department of
6 enterprise services on providing the government-to-government
7 training sessions for federal, state, local, and tribal government
8 employees. The training sessions shall cover tribal historical
9 perspectives, legal issues, tribal sovereignty, and tribal
10 governments. Costs of the training sessions shall be recouped through
11 a fee charged to the participants of each session. The department of
12 enterprise services shall be responsible for all of the
13 administrative aspects of the training, including the billing and
14 collection of the fees for the training.

15 **Sec. 121.** 2015 3rd sp.s. c 4 s 122 (uncodified) is amended to
16 read as follows:

17 **FOR THE COMMISSION ON ASIAN PACIFIC AMERICAN AFFAIRS**

18 General Fund—State Appropriation (FY 2016). ((~~\$222,000~~))
19 \$235,000
20 General Fund—State Appropriation (FY 2017). ((~~\$228,000~~))
21 \$231,000
22 TOTAL APPROPRIATION. ((~~\$450,000~~))
23 \$466,000

24 **Sec. 122.** 2015 3rd sp.s. c 4 s 123 (uncodified) is amended to
25 read as follows:

26 **FOR THE STATE TREASURER**

27 State Treasurer's Service Account—State
28 Appropriation. ((~~\$16,753,000~~))
29 \$16,829,000

30 The appropriation in this section is subject to the following
31 conditions and limitations: \$125,000 of the state treasurer's service
32 account—state appropriation is provided solely for the implementation
33 of Second Substitute House Bill No. 2063 (better life experience
34 program). If the bill is not enacted by July 10, 2015, the amount
35 provided in this subsection shall lapse.

1 **Sec. 123.** 2015 3rd sp.s. c 4 s 124 (uncodified) is amended to
2 read as follows:

3 **FOR THE STATE AUDITOR**

4	General Fund—State Appropriation (FY 2016).	\$14,000
5	General Fund—State Appropriation (FY 2017).	((\$31,000))
6		<u>\$633,000</u>
7	State Auditing Services Revolving Account—State	
8	Appropriation.	((\$9,711,000))
9		<u>\$9,739,000</u>
10	Performance Audit of Government Account—State	
11	Appropriation.	\$1,531,000
12	TOTAL APPROPRIATION.	((\$11,287,000))
13		<u>\$11,917,000</u>

14 The appropriations in this section are subject to the following
15 conditions and limitations:

16 (1) \$1,531,000 of the performance audit of government account—
17 state appropriation is provided solely for staff and related costs to
18 verify the accuracy of reported school district data submitted for
19 state funding purposes; conduct school district program audits of
20 state funded public school programs; establish the specific amount of
21 state funding adjustments whenever audit exceptions occur and the
22 amount is not firmly established in the course of regular public
23 school audits; and to assist the state special education safety net
24 committee when requested.

25 (2) The legislature recognizes that changing technology has
26 resulted in requests for electronic copies of records without
27 corresponding changes in how the public records act allows for
28 agencies to charge for those copies. The legislature recognizes the
29 difficulty individual agencies face in determining the actual cost of
30 providing both paper and electronic copies and finds it would be
31 beneficial to agencies subject to the public records act, as well as
32 requestors, to develop a standard and reasonable cost agencies may
33 charge to provide records in either paper or electronic format. The
34 state auditor shall, in consultation with the state chief information
35 officer and attorney general, develop a methodology and conduct a
36 study to establish an accurate cost estimate for providing paper and
37 electronic copies of records in response to requests under the public
38 records act. The state auditor shall also consult with local
39 government agencies in developing and conducting the study. The state

auditor shall report the results of this study to the legislature no later than March 1, 2016.

(3) Within the amounts appropriated in this section, the auditor shall conduct an audit by June 30, 2017:

(a) Of the Washington, Wyoming, Alaska, Montana, and Idaho (WWAMI) medical school located in Spokane to determine the cost per student of medical education and to show the cost per student by fund source;

(b) To determine the cost per student for students from WWAMI partner states other than Washington and whether any Washington state funds or Washington resident student tuition is used to subsidize students from WWAMI partner states; and

(c) To determine the planned per student cost of medical education and to show the cost per student by fund source for the Washington State University medical school program.

(4) Some local governments have combined fees for commercial solid waste collection services with fees for the collection of source-separated recyclable materials from commercial entities, establishing a single bundled rate charged to all ratepayers that purports to provide free recycling collection services to commercial entities. The state auditor is directed to:

(a) Investigate whether such bundled rates result in the imposition of the solid waste collection tax on services related to material collected primarily for recycling and salvage in violation of RCW 82.18.010(3);

(b) Assess (i) whether the bundled rates result in payment of fees by ratepayers for services that they may not receive or need, and (ii) the amount of such excess payments; and

(c) Assess whether ordinances establishing bundled rates result in de facto regulation of commercial source-separated recycling collection services by local governments in violation of state law.

(5) \$600,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for a study on the Washington, Wyoming, Alaska, Montana, and Idaho medical school.

Sec. 124. 2015 3rd sp.s. c 4 s 126 (uncodified) is amended to read as follows:

FOR THE ATTORNEY GENERAL

General Fund—State Appropriation (FY 2016).	((\$11,408,000))
	<u>\$11,420,000</u>

1	General Fund—State Appropriation (FY 2017).	((\$11,740,000))
2		<u>\$8,417,000</u>
3	General Fund—Federal Appropriation.	\$6,930,000
4	New Motor Vehicle Arbitration Account—State	
5	Appropriation.	((\$1,039,000))
6		<u>\$1,041,000</u>
7	Legal Services Revolving Account—State	
8	Appropriation.	((\$225,029,000))
9		<u>\$227,558,000</u>
10	Tobacco Prevention and Control Account—State	
11	Appropriation.	\$273,000
12	Medicaid Fraud Penalty Account—State Appropriation. . . .	\$3,065,000
13	Public Service((s)) Revolving Account—State	
14	Appropriation.	((\$2,217,000))
15		<u>\$2,220,000</u>
16	Child Rescue Fund—State Appropriation.	\$500,000
17	TOTAL APPROPRIATION.	((\$262,201,000))
18		<u>\$261,424,000</u>

19 The appropriations in this section are subject to the following
20 conditions and limitations:

21 (1) The attorney general shall report each fiscal year on actual
22 legal services expenditures and actual attorney staffing levels for
23 each agency receiving legal services. The report shall be submitted
24 to the office of financial management and the fiscal committees of
25 the senate and house of representatives no later than ninety days
26 after the end of each fiscal year. As part of its by agency report to
27 the legislative fiscal committees and the office of financial
28 management, the office of the attorney general shall include
29 information detailing the agency's expenditures for its agency-wide
30 overhead and a breakdown by division of division administration
31 expenses.

32 (2) Prior to entering into any negotiated settlement of a claim
33 against the state that exceeds five million dollars, the attorney
34 general shall notify the director of financial management and the
35 chairs of the senate committee on ways and means and the house of
36 representatives committee on appropriations.

37 (3) The attorney general shall annually report to the fiscal
38 committees of the legislature all new *cy pres* awards and settlements
39 and all new accounts, disclosing their intended uses, balances, the

1 nature of the claim or account, proposals, and intended timeframes
2 for the expenditure of each amount. The report shall be distributed
3 electronically and posted on the attorney general's web site. The
4 report shall not be printed on paper or distributed physically.

5 (4) (~~(\$2,228,000)~~) \$2,218,000 of the public service revolving
6 account—state appropriation is provided solely for the work of the
7 public counsel section of the office of the attorney general.

8 (5) \$353,000 of the general fund—state appropriation for fiscal
9 year 2016 and \$353,000 of the general fund—state appropriation for
10 fiscal year 2017 are provided solely for a grant to the Washington
11 coalition of crime victim advocates to provide training,
12 certification, and technical assistance for crime victim service
13 center advocates.

14 (6) \$1,196,000 of the legal services revolving fund—state
15 appropriation is provided solely for the implementation of chapter
16 70, Laws of 2015 (Second Substitute Senate Bill No. 5052) (cannabis
17 patient protection).

18 (7) \$14,000 of the legal services revolving account—state
19 appropriation is provided solely for implementation of chapter 240,
20 Laws of 2015 (Substitute Senate Bill No. 5740) (extended foster
21 care).

22 (8) \$182,000 of the legal services revolving account—state
23 appropriation is provided solely for implementation of chapter 274,
24 Laws of 2015 (Engrossed Substitute House Bill No. 1449) (oil
25 transportation safety).

26 (9) \$71,000 of the legal services revolving account—state
27 appropriation is provided solely for implementation of Engrossed
28 Second Substitute House Bill No. 1472 (chemical action plans), Second
29 Substitute Senate Bill No. 5056 (safer chemicals/action plans),
30 Substitute Senate Bill No. 6131 (safer chemicals), or any of these.
31 If none of these bills are enacted by July 10, 2015, the amount
32 provided in this subsection shall lapse.

33 (10) Pursuant to chapter 247, Laws of 2015 (Second Substitute
34 House Bill No. 1281) (sexual exploitation of a minor), the office of
35 the attorney general may expend \$500,000 from the child rescue fund—
36 state appropriation, or an amount not to exceed actual revenues into
37 the account.

38 (11) \$37,000 of the general fund—state appropriation for fiscal
39 year 2017 is provided solely for implementation of Second Substitute

House Bill No. 2726 (retirement communities). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(12) Appropriations in this section include specific funds for the implementation of Substitute Senate Bill No. 6160 (regulating motor vehicle airbags).

(13) \$55,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for implementation of Substitute Senate Bill No. 6360 (traffic fines consolidation). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

Sec. 125. 2015 3rd sp.s. c 4 s 127 (uncodified) is amended to read as follows:

FOR THE CASELOAD FORECAST COUNCIL

General Fund—State Appropriation (FY 2016).	((\$1,378,000))
	<u>\$1,397,000</u>
General Fund—State Appropriation (FY 2017).	((\$1,454,000))
	<u>\$1,460,000</u>
TOTAL APPROPRIATION.	((\$2,832,000))
	<u>\$2,857,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$55,000 of the general fund—state appropriation for fiscal year 2016 and \$55,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for Substitute Senate Bill No. 5999 (caseload forecast council). If the bill is not enacted by July 10, 2015, the amounts provided in this subsection shall lapse.

(2)(a) The caseload forecast council, in cooperation with the appropriate legislative committees and legislative staff, the office of financial management, the department of corrections, the department of social and health services, the administrative office of the courts, the minority and justice commission, the Washington state institute for public policy, the department of early learning, the student achievement council, the state board of education, the sentencing guidelines commission, and a person from communities at large deemed appropriate must develop recommendations for procedures and tools which will enable them to provide cost-effective racial and ethnic impact statements to legislative bills affecting criminal

justice, human services, and education caseloads forecasted by the caseload forecast council. The recommendations for the racial and ethnic impact statements must be able to identify the positive and negative impacts on communities as a result of proposed or adopted legislation.

(b) The caseload forecast council shall submit a report to the governor and appropriate committees of the legislature on or before December 31, 2016, outlining recommendations for procedures and tools necessary to provide racial and ethnic impact statements to criminal justice, human services, and education caseloads, as well as outlining implementation cost estimates and potential funding sources.

(3) In addition to caseload forecasts for common schools as defined in RCW 43.88C.010(7), during the remainder of the 2015-2017 fiscal biennium the council must provide a separate forecast of enrollment for charter schools authorized by chapter 28A.710 RCW as amended by Engrossed Second Substitute Senate Bill No. 6194 (public schools other than common schools).

Sec. 126. 2015 3rd sp.s. c 4 s 128 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF COMMERCE

General Fund—State Appropriation (FY 2016).	((\$60,162,000))
	<u>\$60,049,000</u>
General Fund—State Appropriation (FY 2017).	((\$61,103,000))
	<u>\$63,568,000</u>
General Fund—Federal Appropriation.	((\$264,872,000))
	<u>\$276,636,000</u>
General Fund—Private/Local Appropriation.	((\$8,149,000))
	<u>\$8,162,000</u>
Public Works Assistance Account—State	
Appropriation.	((\$7,905,000))
	<u>\$7,413,000</u>
Drinking Water Assistance Administrative	
Account—State Appropriation.	((\$487,000))
	<u>\$490,000</u>
Lead Paint Account—State Appropriation.	\$181,000
Building Code Council Account—State Appropriation.	\$15,000
Home Security Fund Account—State Appropriation.	((\$26,493,000))

1		<u>\$35,023,000</u>
2	Affordable Housing for All Account—State	
3	Appropriation.	((\$12,023,000))
4		<u>\$13,860,000</u>
5	Financial Fraud and Identity Theft Crimes	
6	Investigation and Prosecution Account—State	
7	Appropriation.	\$1,776,000
8	Low-Income Weatherization and Structural	
9	Rehabilitation Assistance Account—State	
10	Appropriation.	((\$2,149,000))
11		<u>\$2,148,000</u>
12	Community and Economic Development Fee Account—State	
13	Appropriation.	((\$2,980,000))
14		<u>\$3,193,000</u>
15	Washington Housing Trust Account—State	
16	Appropriation.	((\$12,692,000))
17		<u>\$12,703,000</u>
18	Prostitution Prevention and Intervention Account—	
19	State Appropriation.	\$45,000
20	Public Facility Construction Loan Revolving	
21	Account—State Appropriation.	((\$791,000))
22		<u>\$794,000</u>
23	Drinking Water Assistance Account—State	
24	Appropriation.	\$10,000
25	Liquor Revolving Account—State Appropriation.	\$5,607,000
26	Energy Freedom Account—State Appropriation.	\$472,000
27	Financial Services Regulation Account—State	
28	Appropriation.	\$468,000
29	Liquor Excise Tax Account—State Appropriation.	\$643,000
30	<u>Recreation Access Pass Account—State Appropriation.</u>	<u>\$20,000</u>
31	Economic Development Strategic Reserve Account—State	
32	Appropriation.	((\$1,650,000))
33		<u>\$2,150,000</u>
34	TOTAL APPROPRIATION.	((\$470,673,000))
35		<u>\$495,426,000</u>

36 The appropriations in this section are subject to the following
37 conditions and limitations:

38 (1) Repayments of outstanding mortgage and rental assistance
39 program loans administered by the department under RCW 43.63A.640

1 shall be remitted to the department, including any current revolving
2 account balances. The department shall collect payments on
3 outstanding loans, and deposit them into the state general fund.
4 Repayments of funds owed under the program shall be remitted to the
5 department according to the terms included in the original loan
6 agreements.

7 (2) \$945,000 of the general fund—state appropriation for fiscal
8 year 2016, (~~(\$945,000)~~) \$1,955,000 of the general fund—state
9 appropriation for fiscal year 2017, and (~~(\$12,541,000)~~) \$14,493,000
10 of the home security fund—state appropriation are provided solely for
11 the office of homeless youth prevention and protection programs,
12 pursuant to chapter 69, Laws of 2015 (youth homelessness). Of the
13 amounts provided in this subsection:

14 (a) \$10,741,000 of the home security fund—state appropriation is
15 provided solely for the department to contract for services pursuant
16 to RCW 13.32A.030 and 74.15.220 as recodified in chapter 69, Laws of
17 2015 (youth homelessness). The department shall contract and
18 collaborate with service providers in a manner that maintains the
19 availability and geographic representation of secure and semi-secure
20 crisis residential centers and HOPE centers. To achieve efficiencies
21 and increase utilization, the department shall allow the co-location
22 of these centers, except that a youth may not be placed in a secure
23 facility or the secure portion of a co-located facility except as
24 specifically authorized by chapter 13.32A RCW as recodified in
25 chapter 69, Laws of 2015 (youth homelessness);

26 (b) \$1,800,000 of the home security fund—state appropriation is
27 provided solely for transitional housing assistance or partial
28 payments for rental assistance under the independent youth housing
29 program;

30 (c) \$512,000 of the general fund—state appropriation for fiscal
31 year 2016 and (~~(\$511,000)~~) \$1,311,000 of the general fund—state
32 appropriation for fiscal year 2017 are provided solely for street
33 youth services. Of the amount appropriated for fiscal year 2017,
34 \$120,000 is provided solely for increasing services in south King
35 county; (and)

36 (d) \$433,000 of the general fund—state appropriation for fiscal
37 year 2016 and \$434,000 of the general fund—state appropriation for
38 fiscal year 2017 are provided solely for administration of the office
39 of homeless youth prevention and protection programs. The office must

1 identify service gaps for youth and young adults who are homeless or
2 at risk of homelessness. The office shall further lead efforts to
3 improve data collection, help ensure services are available
4 statewide, and assure that programs fulfill federal regulations and
5 guidelines for preventing and ending youth homelessness((~));

6 (e) \$1,028,000 of the home security fund—state appropriation is
7 provided solely for the department to increase the number of
8 contracted HOPE beds;

9 (f) \$210,000 of the general fund—state appropriation for fiscal
10 year 2017 and \$210,000 of the home security fund—state appropriation
11 are provided solely for the department to contract for services to
12 provide shelter beds for young adults aged eighteen through twenty-
13 four; and

14 (g) \$714,000 of the home security fund—state appropriation is
15 provided solely for the implementation of Second Substitute House
16 Bill No. 2449 (truancy reduction) for ten crisis residential center
17 beds as provided in the bill. If the bill is not enacted by June 30,
18 2016, the amount provided in this subsection shall lapse.

19 (3) \$500,000 of the general fund—state appropriation for fiscal
20 year 2016 and \$500,000 of the general fund—state appropriation for
21 fiscal year 2017 are provided solely for a grant to resolution
22 Washington to building statewide capacity for alternative dispute
23 resolution centers and dispute resolution programs that guarantee
24 that citizens have access to low-cost resolution as an alternative to
25 litigation.

26 (4) \$306,000 of the general fund—state appropriation for fiscal
27 year 2016 and \$306,000 of the general fund—state appropriation for
28 fiscal year 2017 are provided solely for a grant to the retired
29 senior volunteer program.

30 (5) The department shall administer its growth management act
31 technical assistance and pass-through grants so that smaller cities
32 and counties receive proportionately more assistance than larger
33 cities or counties.

34 (6) \$375,000 of the general fund—state appropriation for fiscal
35 year 2016 and \$375,000 of the general fund—state appropriation for
36 fiscal year 2017 are provided solely as pass-through funding to Walla
37 Walla Community College for its water and environmental center.

38 (7) \$396,000 of the general fund—state appropriation for fiscal
39 year 2016 and \$396,000 of the general fund—state appropriation for

1 fiscal year 2017 are provided solely for the Washington new Americans
2 program.

3 (8) \$2,801,000 of the general fund—state appropriation for fiscal
4 year 2016 and \$2,801,000 of the general fund—state appropriation for
5 fiscal year 2017 are provided solely for associate development
6 organizations. During the 2015-2017 fiscal biennium, the department
7 shall consider an associate development organization's total
8 resources when making contracting and fund allocation decisions, in
9 addition to the schedule provided in RCW 43.330.086.

10 ~~(9) ((\$234,000 of the general fund—state appropriation for fiscal~~
11 ~~year 2016 and \$233,000 of the general fund—state appropriation for~~
12 ~~fiscal year 2017 are provided solely for the Washington asset~~
13 ~~building coalitions.~~

14 ~~(+10+))~~ \$5,607,000 of the liquor revolving account—state
15 appropriation is provided solely for the department to contract with
16 the municipal research and services center of Washington.

17 ~~((+11+))~~ (10) \$2,000,000 of the Washington housing trust account—
18 state appropriation and \$1,000,000 of the affordable housing for all
19 account—state appropriation are provided solely for the department of
20 commerce for services to homeless families through the Washington
21 youth and families fund.

22 ~~((+12+))~~ (11) \$5,000,000 of the home security account—state
23 appropriation is provided solely for the department of commerce to
24 provide emergency assistance to homeless families in the temporary
25 assistance for needy families program.

26 ~~((+13+))~~ (12) \$700,000 of the general fund—state appropriation
27 for fiscal year 2016 and \$700,000 of the general fund—state
28 appropriation for fiscal year 2017 are provided solely for the
29 department to identify and invest in strategic growth areas, support
30 key sectors, and align existing economic development programs and
31 priorities. The department must consider Washington's position as the
32 most trade dependent state when identifying priority investments. The
33 department must engage states and provinces in the northwest as well
34 as associate development organizations, small business development
35 centers, chambers of commerce, ports, and other partners to leverage
36 the funds provided. For each dollar expended the department must
37 receive a one hundred percent match. The match may be provided by the
38 department through nongeneral fund sources, or any partnering
39 governments or organizations. Sector leads established by the

1 department must include the industries of: (a) Tourism; (b)
2 agriculture, wood products, and other natural resource industries;
3 and (c) clean technology and renewable and nonrenewable energy. The
4 department may establish these sector leads by hiring new staff,
5 expanding the duties of current staff, or working with partner
6 organizations and or other agencies to serve in the role of sector
7 lead.

8 ~~((+14+))~~ (13) The department is authorized to suspend issuing any
9 nonstatutorily required grants or contracts of an amount less than
10 \$1,000,000 per year.

11 ~~((+15+))~~ (14) The department is authorized to require an
12 applicant to pay an application fee to cover the cost of reviewing
13 the project and preparing an advisory opinion on whether a proposed
14 electric generation project or conservation resource qualifies to
15 meet mandatory conservation targets.

16 ~~((+16+))~~ (15) Within existing resources, the department shall
17 provide administrative and other indirect support to the
18 developmental disabilities council.

19 ~~((+17+))~~ (16) \$546,000 of the general fund—state appropriation
20 for fiscal year 2016 and \$512,000 of the general fund—state
21 appropriation for fiscal year 2017 are provided solely for
22 implementation of chapter 68, Laws of 2015 (agricultural labor skills
23 and safety).

24 ~~((+18+))~~ (17) \$256,000 of the general fund—state appropriation
25 for fiscal year 2016 and \$268,000 of the general fund—state
26 appropriation for fiscal year 2017 are provided solely for
27 implementation of chapter 296, Laws of 2015 (small business
28 retirement marketplace).

29 ~~((+19+))~~ (18) \$1,677,000 of the financial fraud and identity
30 theft crimes investigation and prosecution account—state
31 appropriation is provided solely for implementation of chapter 65,
32 Laws of 2015 (financial fraud and identity theft).

33 ~~((+20+))~~ ~~Within existing resources, the department of commerce~~
34 ~~shall examine the effects of incompatible land use surrounding~~
35 ~~military installations within Washington state and conduct a~~
36 ~~comparative analysis of best practices from other states to mitigate~~
37 ~~conflicts between local jurisdictions and neighboring military~~
38 ~~installations due to incompatible land use. The department shall~~

~~submit its analysis to the governor and the appropriate committees of the legislature by November 1, 2016.))~~

(19) \$98,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the department of commerce to examine the effects of incompatible land use surrounding military installations within Washington state, and conduct a comparative analysis of best practices from other states to mitigate conflicts between local jurisdictions and neighboring military installations due to incompatible land use. The department of commerce must submit its analysis to the governor and the appropriate committees of the legislature by December 1, 2016.

~~((+21+))~~ (20) \$175,000 of the general fund—state appropriation for fiscal year 2016 and \$175,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the expansion of the long-term care ombuds program to meet the immediate needs of individuals by advocating on behalf of and protecting residents of long-term care facilities from abuse, neglect, and exploitation.

~~((+22+))~~ (21) \$47,000 of the general fund—state appropriation for fiscal year 2016 and \$47,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for implementation of chapter 273, Laws of 2015 (trafficking of persons).

~~((+23+))~~ (22) \$41,000 of the general fund—state appropriation for fiscal year 2016 and \$41,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for implementation of chapter 101, Laws of 2015 (trafficking of persons training).

~~((+24+))~~ (23) \$468,000 of the financial services regulation account—state appropriation is provided solely for the family prosperity account program.

~~((+25+))~~ (24) \$472,000 of the energy freedom account—state appropriation is provided solely for the energy office within the department of commerce.

~~((+26+))~~ (25) \$11,000 of the general fund—state appropriation for fiscal year 2016 and \$11,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for implementation of chapter 9, Laws of 2015 1st sp. sess. (industrial/manufacturing facilities).

~~((+27+))~~ (26) Within existing resources, the department of commerce shall consult with key crime victim services stakeholders to

1 inform decisions about the funding distribution for federal fiscal
2 years 2015-2017 victims of crime act victim assistance funding. These
3 stakeholders must include, at a minimum, children's advocacy centers
4 of Washington, Washington association of prosecuting attorneys,
5 Washington association of sheriffs and police chiefs, Washington
6 coalition against domestic violence, Washington coalition of sexual
7 assault programs, Washington coalition of crime victim advocates, at
8 least one representative from a child health coalition, and other
9 organizations as determined by the department. Funding distribution
10 considerations shall include, but are not limited to, geographic
11 distribution of services, underserved populations, age of victims,
12 best practices, and the unique needs of individuals, families, youth,
13 and children who are victims of crime.

14 ~~((+28+))~~ (27) \$250,000 of the general fund—state appropriation
15 for fiscal year 2016 and \$250,000 of the general fund—state
16 appropriation for fiscal year 2017 are provided solely for grants to
17 local governments, nonprofit organizations, and associate development
18 organizations to assist workers and communities adversely impacted by
19 recent closures of timber mills and forest product manufacturing
20 facilities in Mason county. Funds may be used for workforce and
21 economic development activities, including public infrastructure
22 projects that will increase employment opportunities in the county.

23 ~~((+29+))~~ (28) \$643,000 of the liquor excise tax account—state
24 appropriation is provided solely for the department of commerce to
25 provide fiscal note assistance to local governments.

26 ~~((+30+))~~ (29) \$80,000 of the general fund—state appropriation for
27 fiscal year 2016 and \$80,000 of the general fund—state appropriation
28 for fiscal year 2017 is provided solely as a grant to Klickitat
29 county for a land use planner to process a backlog of permits that
30 have not been processed by the Columbia river gorge commission due to
31 lack of funds.

32 ~~((+31+))~~ (30) \$50,000 of the general fund—state appropriation for
33 fiscal year 2016 and \$50,000 of the general fund—state appropriation
34 for fiscal year 2017 are provided solely to plan and develop a
35 regional approach in southwest King county to provide day and hygiene
36 shelter services to homeless populations. The plan will identify
37 appropriate partners and a service model to meet regional needs;
38 evaluate the establishment of a facility or facilities to provide day
39 and hygiene services; and within the amounts provided work with

1 existing providers to expand existing services to provide day and
2 hygiene shelter services.

3 ~~((+32+))~~ (31) \$100,000 of the general fund—state appropriation
4 for fiscal year 2016 and \$100,000 of the general fund—state
5 appropriation for fiscal year 2017 are provided solely for grants to
6 Safe Yakima Valley and ~~((Associated Ministries))~~ Safe Streets of
7 Tacoma to coordinate community efforts for the prevention of alcohol,
8 tobacco, drug use and violence.

9 ~~((+33+))~~ (32) Within the amounts provided, the public works board
10 may expend up to \$250,000 of the public work assistance account—state
11 appropriation for development of a curriculum and online delivery
12 system in cooperation with the state board for community and
13 technical colleges for public works managers.

14 ~~((+34+))~~ (33) \$500,000 of the public works assistance account—
15 state appropriation is provided solely for implementation of
16 Engrossed Substitute Senate Bill No. 5624 (financing essential public
17 infrastructure). If Engrossed Senate Joint Resolution No. 8204 is not
18 ratified at the November 2015 general election, the amount provided
19 in this subsection shall lapse.

20 ~~((+35+))~~ (34) The department must convene a work group of
21 interested stakeholders to review the state's deed of trust act
22 contained in Title 61 RCW. The work group should include, but not be
23 limited to, representatives from financial institutions, loan
24 servicing and trustee service companies, and advocacy groups
25 representing homeowners and borrowers. The work group is tasked to
26 review and make recommendations to ensure that the act remains a
27 workable system for financial institutions, loan servicing companies,
28 trustee, homeowners, and borrowers. A report on the review and
29 recommendations is due to the governor and legislature by December 1,
30 2015. Up to \$20,000 from the foreclosure fairness account may be used
31 to defray the department's costs for convening and providing
32 administrative and technical support to the work group.

33 ~~((+36+))~~ (35) \$5,000 of the general fund—state appropriation for
34 fiscal year 2016 and \$45,000 of the general fund—state appropriation
35 for fiscal year 2017 are provided solely for the department to
36 contract with the University of Washington women's center to conduct
37 a study to research supply chain policies related to labor practices
38 of small, medium, and large businesses. The study shall analyze
39 whether or not there is a correlation between supply chain management

practices that protect workers from human trafficking and unsafe working conditions and higher shareholder value and/or market share. The study will examine the impact of corporate sourcing practices in social media feedback and in customer satisfaction. The study shall provide case studies and best practices in ethical sourcing practices that protect workers. The study shall recommend how to evaluate and monitor supply chain management related to labor and vendor management practices of companies without bias. The study shall make recommendations on how the state can design legislation on global ethical sourcing practices that is comprehensive, pragmatic and enforceable. The study shall be presented to the house and senate commerce and labor committees no later than January 31, ~~((2016))~~ 2017.

~~((+37))~~ (36) \$300,000 of the general fund—state appropriation for fiscal year 2016 and \$300,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the northwest agriculture business center.

(37) \$572,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the implementation of Engrossed Substitute House Bill No. 2323 (achieving a better life experience program). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(38) \$105,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the implementation of Engrossed Senate Bill No. 6166 (incremental energy). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(39) \$4,782,000 of the home security fund—state appropriation and \$1,838,000 of the affordable housing for all account—state appropriation are provided solely for the consolidated homeless grant.

(40) \$693,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for implementation of Engrossed Second Substitute Senate Bill No. 6564 (protections for persons with developmental disabilities). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(41) \$787,000 of the home security fund—state appropriation is provided solely for the consolidated homeless grant for youth specific programs and services.

1 (42) \$150,000 of the general fund—state appropriation for fiscal
2 year 2017 is provided solely for the regulatory roadmap program for
3 the construction industry.

4 (43) \$500,000 of the economic development strategic reserve
5 account—state appropriation is provided solely for the department to
6 provide grants to local governments to assist a county or city east
7 of the Cascades in paying for the cost of preparing an environmental
8 analysis that advances environmental permitting activities in and
9 around current and future large manufacturing sites and other key
10 economic growth centers.

11 (44) \$20,000 of the recreational access pass account—state
12 appropriation is provided solely as a grant to Skamania county for
13 court costs related to processing discover pass violations. If the
14 rate of discover pass violations dismissed in Skamania county during
15 the 2015-2017 fiscal biennium exceeds twelve percent, the funding in
16 this subsection shall lapse.

17 (45) \$50,000 of the general fund—state appropriation for fiscal
18 year 2017 is provided solely for implementation of Engrossed Senate
19 Bill No. 6100 (economic gardening pilot program). If the bill is not
20 enacted by June 30, 2016, the amount provided in this subsection
21 shall lapse.

22 (46) \$1,000,000 of the home security fund—state appropriation is
23 provided solely for implementation of section 3 of Third Substitute
24 House Bill No. 1682 (homeless students). If the bill is not enacted
25 by June 30, 2016, the amount provided in this subsection shall lapse.

26 (47) \$23,000 of the general fund—state appropriation for fiscal
27 year 2017 and \$437,000 of the Washington sexual assault kit account
28 are provided solely for implementation of Second Substitute House
29 Bill No. 2530 (victims of sex crimes). If the bill is not enacted by
30 June 30, 2016, the amounts provided in this subsection shall lapse.

31 (48) \$50,000 of the general fund—state appropriation for fiscal
32 year 2017 is provided solely for the department of commerce to study,
33 directly or through contract, the retirement preparedness of
34 Washington residents based on region, age, race, type of employment,
35 and income. The report shall include estimates on impact on the state
36 and local communities of any shortfalls in retirement savings or
37 income, including on public budgets from a loss of economic activity
38 by seniors. The report shall be provided to the appropriate
39 committees of the legislature by June 30, 2017.

1 (49) \$76,000 of the general fund—state appropriation for fiscal
2 year 2017 is provided solely for implementation of Substitute House
3 Bill No. 2711 (sexual assault nurses). If the bill is not enacted by
4 June 30, 2016, the amount provided in this subsection shall lapse.

5 (50) \$197,000 of the general fund—state appropriation for fiscal
6 year 2017 is provided solely for implementation of Second Substitute
7 House Bill No. 2791 (WA statewide reentry council). If the bill is
8 not enacted by June 30, 2016, the amount provided in this subsection
9 shall lapse.

10 **Sec. 127.** 2015 3rd sp.s. c 4 s 129 (uncodified) is amended to
11 read as follows:

12 **FOR THE ECONOMIC AND REVENUE FORECAST COUNCIL**

13	General Fund—State Appropriation (FY 2016).	((\$802,000))
14		<u>\$805,000</u>
15	General Fund—State Appropriation (FY 2017).	((\$870,000))
16		<u>\$888,000</u>
17	Lottery Administrative Account—State Appropriation.	\$50,000
18	TOTAL APPROPRIATION.	((\$1,722,000))
19		<u>\$1,743,000</u>

20 **Sec. 128.** 2015 3rd sp.s. c 4 s 130 (uncodified) is amended to
21 read as follows:

22 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

23	General Fund—State Appropriation (FY 2016).	((\$19,280,000))
24		<u>\$12,256,000</u>
25	General Fund—State Appropriation (FY 2017).	((\$19,623,000))
26		<u>\$13,215,000</u>
27	General Fund—Federal Appropriation.	((\$38,321,000))
28		<u>\$38,822,000</u>
29	General Fund—Private/Local Appropriation.	\$498,000
30	Economic Development Strategic Reserve Account—State	
31	Appropriation.	\$310,000
32	Personnel Service Fund—State Appropriation.	((\$8,609,000))
33		<u>\$8,696,000</u>
34	Higher Education Personnel Services Account—State	
35	Appropriation.	\$1,497,000
36	Performance Audits of Government Account—State	
37	Appropriation.	((\$536,000))

1		<u>\$534,000</u>
2	Statewide Information Technology System Development	
3	Revolving Account—State Appropriation.	\$15,799,000
4	<u>Office of Financial Management Central</u>	
5	Service Account—State Appropriation.	\$14,610,000
6	TOTAL APPROPRIATION.	((\$104,654,000))
7		<u>\$106,237,000</u>

8 The appropriations in this section are subject to the following
9 conditions and limitations:

10 (1) The appropriations in this section represent a transfer of
11 expenditure authority of \$2,333,000 of the general fund—federal
12 appropriation for fiscal year 2016 and \$1,782,000 of the general fund
13 —federal appropriation for fiscal year 2017 to the office of
14 financial management to implement Engrossed Substitute Senate Bill
15 No. 5084 (all payer claims database).

16 (2) \$13,799,000 of the statewide information technology system
17 development revolving account—state appropriation is provided solely
18 for prepayment of the debt service for the time, leave, and
19 attendance system. The enterprise time, leave, and attendance project
20 shall be discontinued, but the office and other state agencies may
21 utilize acquired project assets for other purposes to the extent
22 practicable.

23 (3) \$50,000 of the general fund—state appropriation for fiscal
24 year 2016 is provided solely for implementation of Engrossed Second
25 Substitute House Bill No. 1491 (early care and education system). If
26 the bill is not enacted by July 10, 2015, the amount provided in this
27 subsection shall lapse.

28 (4) \$33,000 of the general fund—state appropriation for fiscal
29 year 2017 is provided one time solely to implement chapter 244, Laws
30 of 2015 (college bound scholarship).

31 (5) \$168,000 of the general fund—state appropriation for fiscal
32 year 2016 and \$163,000 of the general fund—state appropriation for
33 fiscal year 2017 are provided solely to implement chapter 245, Laws
34 of 2015 (outdoor recreation).

35 (6)(a) Within funds appropriated in this section, the education
36 data center created in RCW 43.41.400 shall complete an evaluation of
37 the state need grant and submit a report to the appropriate
38 committees of the legislature by December 1, 2016. To the extent it
39 is not duplicative of other studies, the report shall evaluate

1 educational outcomes emphasizing degree completion rates at the
2 postsecondary levels. The report shall study certain aspects of the
3 state need grant program, including but not limited to:

4 (i) State need grant recipient grade point average and its
5 relationship to positive outcomes, including but not limited to:

6 (A) Variance between community and technical colleges and the
7 four-year institutions of higher education;

8 (B) Variance between state need grant recipients and students on
9 the state need grant unserved waiting list; and

10 (C) Differentials between quarter or semester grade point
11 averages and cumulative grade point averages.

12 (ii) Possible outcomes of requiring a minimum grade point
13 average, per semester or quarter or cumulatively, for state need
14 grant renewal.

15 (b) Beginning July 1, 2016, the student achievement council and
16 all institutions of higher education eligible to participate in the
17 state need grant shall ensure that data needed to analyze and
18 evaluate the effectiveness of the state need grant program are
19 promptly transmitted to the education data center so that it is
20 available and easily accessible. The data to be reported must include
21 but not be limited to:

22 (i) The number of state need grant recipients;

23 (ii) The number of students on the unserved waiting list of the
24 state need grant;

25 (iii) Persistence and completion rates of state need grant
26 recipients and students on the state need grant unserved waiting
27 list, disaggregated by institutions of higher education;

28 (iv) State need grant recipients and students on state need grant
29 unserved waiting list grade point averages; and

30 (v) State need grant program costs.

31 (c) The student achievement council shall submit student unit
32 record data for the state need grant program applicants and
33 recipients to the education data center.

34 (7) \$250,000 of the general fund—state appropriation for fiscal
35 year 2017 is provided solely for a contract with a consultant to
36 examine the current configuration and financing of the state hospital
37 system pursuant to Engrossed Second Substitute House Bill No. 2453
38 (state hospital oversight) or Substitute Senate Bill No. 6656 (state
39 hospital practices).

1 (8) \$50,000 of the general fund—state appropriation for fiscal
2 year 2017 is provided solely for the office of financial management
3 to convene a work group including local governments, relevant state
4 agencies, and legislators to develop a local government
5 infrastructure investment strategy.

6 (a) The strategy must:

7 (i) Identify state policy objectives related to local
8 infrastructure investment;

9 (ii) Identify existing state, local, and federal sources of
10 funding for local infrastructure systems, including drinking water,
11 wastewater, storm water, and community facilities;

12 (iii) Identify resource gaps and assess potential new investment
13 and revenue tools to fill those gaps, including, but not limited to:
14 Issuing state bonds, outside the debt limit, for infrastructure loans
15 with debt service repaid by local governments; pooled bonding;
16 public-private partnerships; and investment incentives; and

17 (iv) Evaluate a mixture of infrastructure investments to be
18 funded at both the state and local levels.

19 (b) The work group must include representatives of the department
20 of ecology, the department of health, the public works board, the
21 department of commerce, local governments, and the office of the
22 state treasurer. The work group must also include two members of the
23 house of representatives, one from each major caucus, appointed by
24 the speaker of the house of representatives, and two members of the
25 senate, one from each major caucus, appointed by their respective
26 caucus leaders.

27 (c) A report outlining the local government investment strategy
28 must be submitted to the governor and the appropriate committees of
29 the legislature by October 31, 2016, along with draft legislation and
30 budget proposals for consideration during the 2017 legislative
31 session.

32 (9) \$150,000 of the general fund—state appropriation for fiscal
33 year 2016 and \$150,000 of the general fund—state appropriation for
34 fiscal year 2017 are provided solely for the cost to support the blue
35 ribbon commission on delivery of services to children and families
36 established by the governor's executive order 16-03. The commission
37 shall develop recommendations on whether to create a separate state
38 department of children and families, including a mission and vision
39 for the new department, new organization structures, estimated costs,

1 transition plans, and benchmarks for assessing the improvements in
2 outcomes for children and families expected to result from the
3 reorganization, including the metrics to measure those short and
4 long-term expected outcomes, and the expected impact on total
5 administrative costs among the involved state agencies. The
6 commission shall produce recommendations no later than November 1,
7 2016.

8 (10) Within the amounts appropriated in this section, the office
9 of financial management, with the assistance of the department of
10 enterprise services, department of commerce, and office of the state
11 treasurer, shall develop a proposal for the purchase of the Pacific
12 tower from the Pacific hospital preservation and development
13 authority. The proposal must assume the purchase will be financed by
14 state general obligation indebtedness. The office may propose to
15 include other forms of financing if it is determined by the office of
16 the state treasurer that other alternatives are feasible and
17 financially beneficial for the state. The proposal should also
18 quantify the fair market value of the property using available
19 information on the current condition and value of the building and
20 should quantify the portion of the fair market value attributable to
21 capital improvements to the property paid or to be paid with state
22 funds. The office's facilities oversight program must use the
23 information to perform a life-cycle cost analysis of the building and
24 identify opportunities to locate state agencies with leases within
25 King county in Pacific tower to reduce the state's lease costs. The
26 proposal is due to the governor and the legislative fiscal committees
27 by December 1, 2016, for consideration in the 2017-2019 capital
28 budget process to purchase the Pacific tower.

29 **Sec. 129.** 2015 3rd sp.s. c 4 s 131 (uncodified) is amended to
30 read as follows:

31 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

32 Administrative Hearings Revolving Account—State

33	Appropriation.	((\$38,458,000))
34		<u>\$38,426,000</u>

35 **Sec. 130.** 2015 3rd sp.s. c 4 s 132 (uncodified) is amended to
36 read as follows:

37 **FOR THE WASHINGTON STATE LOTTERY**

38 Lottery Administrative Account—State

Appropriation. ((~~\$28,427,000~~))
\$28,797,000

The appropriation in this section is subject to the following conditions and limitations:

(1) \$690,000 of the lottery administrative account—state appropriation is provided solely for the replacement of the lottery's gaming systems vendor contract.

(2) No portion of this appropriation may be used for acquisition of gaming system capabilities that violates state law.

(3) Pursuant to RCW 67.70.040, the commission shall take such action necessary to reduce by \$6,000,000 each fiscal year the total amount of compensation paid to licensed lottery sales agents. It is anticipated that the result of this action will reduce retail commissions to an average of 5.1 percent of sales.

Sec. 131. 2015 3rd sp.s. c 4 s 133 (uncodified) is amended to read as follows:

FOR THE COMMISSION ON HISPANIC AFFAIRS

General Fund—State Appropriation (FY 2016). ((~~\$248,000~~))
\$260,000
General Fund—State Appropriation (FY 2017). ((~~\$257,000~~))
\$259,000
TOTAL APPROPRIATION. ((~~\$505,000~~))
\$519,000

Sec. 132. 2015 3rd sp.s. c 4 s 134 (uncodified) is amended to read as follows:

FOR THE COMMISSION ON AFRICAN-AMERICAN AFFAIRS

General Fund—State Appropriation (FY 2016). ((~~\$250,000~~))
\$254,000
General Fund—State Appropriation (FY 2017). ((~~\$252,000~~))
\$260,000
TOTAL APPROPRIATION. ((~~\$502,000~~))
\$514,000

Sec. 133. 2015 3rd sp.s. c 4 s 135 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF RETIREMENT SYSTEMS—OPERATIONS

Department of Retirement Systems Expense

Account—State Appropriation. ((~~\$55,329,000~~))
\$58,790,000

The appropriation in this section is subject to the following conditions and limitations:

(1) \$25,000 of the department of retirement systems expense account—state appropriation is provided solely to implement chapter 78, Laws of 2015 (SHB 1194).

(2) \$42,000 of the department of retirement systems expense account—state appropriation is provided solely for the implementation of Engrossed Senate Bill No. 5873 (LEOFF 1 survivor option). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(3) \$136,000 of the department of retirement systems expense account—state appropriation is provided solely for the implementation of Substitute Senate Bill No. 6264 (annuity purchases). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(4) \$7,000 of the department of retirement systems expense account—state appropriation is provided solely for the implementation of Substitute Senate Bill No. 6523 (emergency medical services). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(5) \$90,000 of the department of retirement systems expense account—state appropriation is provided solely for the implementation of Engrossed Senate Bill No. 6455 (substitute teachers). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(6) \$308,000 of the department of retirement systems expense account—state appropriation is provided solely for the implementation of Engrossed Substitute Senate Bill No. 5435 (optional salary deferral program). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

Sec. 134. 2015 3rd sp.s. c 4 s 136 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF REVENUE

General Fund—State Appropriation (FY 2016). ((~~\$119,358,000~~))
\$105,475,000

General Fund—State Appropriation (FY 2017). ((~~\$120,551,000~~))

1		<u>\$110,470,000</u>
2	Financial Services Regulation Account—State	
3	Appropriation.	((\$5,000,000))
4		<u>\$10,000,000</u>
5	Timber Tax Distribution Account—State	
6	Appropriation.	((\$6,556,000))
7		<u>\$6,604,000</u>
8	Waste Reduction/Recycling/Litter Control—State	
9	Appropriation.	\$141,000
10	State Toxics Control Account—State Appropriation.	\$101,000
11	Business License Account—State Appropriation.	((\$24,315,000))
12		<u>\$24,590,000</u>
13	<u>Performance Audits of Government Account—State</u>	
14	<u>Appropriation.</u>	<u>\$10,000,000</u>
15	TOTAL APPROPRIATION.	((\$276,022,000))
16		<u>\$267,381,000</u>

17 The appropriations in this section are subject to the following
18 conditions and limitations:

19 (1) ((~~\$5,740,000 of the general fund—state appropriation for~~
20 ~~fiscal year 2016, \$5,741,000~~)) \$5,628,000 of the general fund—state
21 appropriation for fiscal year 2017, and ((~~\$11,481,000~~)) \$7,890,000 of
22 the business license account—state appropriation are provided solely
23 for the taxpayer legacy system replacement project.

24 (2) \$487,000 of the general fund—state appropriation for fiscal
25 year 2016 and \$582,000 of the general fund—state appropriation for
26 fiscal year 2017 are provided solely for implementation of Substitute
27 Senate Bill No. 5186 (disabled veterans and seniors). If the bill is
28 not enacted by July 10, 2015, the amounts provided in this subsection
29 shall lapse.

30 (3) \$60,000 of the general fund—state appropriation for fiscal
31 year 2017 is provided solely for the implementation of Substitute
32 Senate Bill No. 6211 (nonprofit homeownership development). If the
33 bill is not enacted by June 30, 2016, the amount in this subsection
34 shall lapse.

35 (4) \$10,000 of the fiscal year 2016 general fund—state
36 appropriation is provided solely for the administrative costs of the
37 department of revenue to exercise its statutory authority under
38 chapter 82.32 RCW to enter into closing agreements with any person
39 to waive unpaid penalties on taxes due under RCW 82.04.2907, for all

1 periods open for assessment under chapter 82.32 RCW beginning on or
2 after June 1, 2010, through June 30, 2016, if paid by October 1,
3 2016.

4 (5) \$21,000 of the general fund—state appropriation for fiscal
5 year 2017 is provided solely for the implementation of Engrossed
6 Substitute Senate Bill No. 6328 (vapor products). If the bill is not
7 enacted by June 30, 2016, the amount provided in this subsection
8 shall lapse.

9 **Sec. 135.** 2015 3rd sp.s. c 4 s 137 (uncodified) is amended to
10 read as follows:

11 **FOR THE BOARD OF TAX APPEALS**

12	General Fund—State Appropriation (FY 2016).	((\$1,269,000))
13		<u>\$1,321,000</u>
14	General Fund—State Appropriation (FY 2017).	((\$1,286,000))
15		<u>\$1,303,000</u>
16	TOTAL APPROPRIATION.	((\$2,555,000))
17		<u>\$2,624,000</u>

18 **Sec. 136.** 2015 3rd sp.s. c 4 s 138 (uncodified) is amended to
19 read as follows:

20 **FOR THE OFFICE OF MINORITY AND WOMEN'S BUSINESS ENTERPRISES**

21	OMWBE Enterprises Account—State Appropriation.	((\$4,730,000))
22		<u>\$4,889,000</u>

23 **Sec. 137.** 2015 3rd sp.s. c 4 s 139 (uncodified) is amended to
24 read as follows:

25 **FOR THE INSURANCE COMMISSIONER**

26	General Fund—State Appropriation (FY 2016).	\$300,000
27	General Fund—State Appropriation (FY 2017).	\$227,000
28	General Fund—Federal Appropriation.	((\$4,572,000))
29		<u>\$4,571,000</u>
30	Insurance Commissioners Regulatory Account—State	
31	Appropriation.	((\$54,415,000))
32		<u>\$55,772,000</u>
33	TOTAL APPROPRIATION.	((\$59,514,000))
34		<u>\$60,870,000</u>

35 The appropriations in this section are subject to the following
36 conditions and limitations:

(1) \$168,000 of the insurance commissioners regulatory account—
state appropriation is provided solely for the implementation of
chapter 17, Laws of 2015 (HB 1172).

(2) \$129,000 of the insurance commissioners regulatory account—
state appropriation is provided solely for the implementation of
chapter 63, Laws of 2015 (HB 1077).

(3) \$272,000 of the insurance commissioners regulatory account—
state appropriation is provided solely for the implementation of
chapter 122, Laws of 2015 (SB 5717).

(4) \$25,000 of the insurance commissioners regulatory account—
state appropriation is provided solely for the implementation of
chapter 19, Laws of 2015 (SSB 5023).

(5) \$283,000 of the insurance commissioners regulatory account—
state appropriation is provided solely for the implementation of
House Bill No. 2326 (independent review organizations). If the bill
is not enacted by June 30, 2016, the amount provided in this
subsection shall lapse.

(6) \$143,000 of the insurance commissioners regulatory account—
state appropriation is provided solely for the implementation of
Senate Bill No. 5180 (life insurance reserves). If the bill is not
enacted by June 30, 2016, the amount provided in this subsection
shall lapse.

(7) \$797,000 of the insurance commissioners regulatory account—
state appropriation is provided solely for the implementation of
Fifth Engrossed Substitute Senate Bill No. 5857 (pharmacy benefit
managers). If the bill is not enacted by June 30, 2016, the amount
provided in this subsection shall lapse.

Sec. 138. 2015 3rd sp.s. c 4 s 140 (uncodified) is amended to
read as follows:

FOR THE STATE INVESTMENT BOARD

State Investment Board Expense Account—State

Appropriation.	((\$42,452,000))
	<u>\$42,568,000</u>

Sec. 139. 2015 3rd sp.s. c 4 s 141 (uncodified) is amended to
read as follows:

FOR THE LIQUOR AND CANNABIS BOARD

Dedicated Marijuana Fund—State

(5) The appropriations in this section include sufficient funding for the implementation of Engrossed Substitute Senate Bill No. 6470 (wineries).

(6) \$260,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the implementation of Engrossed Substitute Senate Bill No. 6238 (vapor products). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(7) The liquor and cannabis board may require electronic payment of the marijuana excise tax levied by RCW 69.50.535. The liquor and cannabis board may allow a waiver to the electronic payment requirement for good cause as provided by rule.

Sec. 140. 2015 3rd sp.s. c 4 s 142 (uncodified) is amended to read as follows:

FOR THE UTILITIES AND TRANSPORTATION COMMISSION

General Fund—State Appropriation (FY 2016).	\$176,000
General Fund—Private/Local Appropriation.	((\$11,324,000))
	<u>\$16,326,000</u>
Public Service Revolving Account—State	
Appropriation.	((\$39,041,000))
	<u>\$36,724,000</u>
Pipeline Safety Account—State Appropriation.	((\$2,050,000))
	<u>\$3,286,000</u>
Pipeline Safety Account—Federal Appropriation.	\$2,981,000
TOTAL APPROPRIATION.	((\$55,572,000))
	<u>\$59,493,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) The commission shall work with the Idaho public utilities commission and the public utility commission of Oregon to identify common regulatory functions that can be performed jointly, with the goal of formalizing an agreement that protects essential services while increasing regulatory effectiveness and efficiencies through economies of scale. The commission is authorized to enter into an agreement with such other state public utility commissions to work jointly in administering specified respective regulatory functions.

(2) \$2,849,000 of the public service revolving account—state appropriation is provided solely for implementation of chapter 274,

Laws of 2015 (Engrossed Substitute House Bill No. 1449) (oil transportation safety).

(3) \$176,000 of the general fund—state appropriation for fiscal year 2016 is provided solely for the energy facility site evaluation council to conduct a study on the siting of small modular reactors in Washington.

(a) The study must include the following: (i) Identification of possible locations in the state where small modular reactors could be suitably located; (ii) identification of permits and studies that would need to be conducted in order to facilitate the siting of small modular reactors; and (iii) recommendations on how the siting and permitting process could be streamlined for small modular reactors.

(b) The energy facility site evaluation council shall report its findings and recommendations to the appropriate committees of the legislature and the governor by December 1, 2015.

(c) The energy facility site evaluation council may contract for services to assist in the study.

(d) For purposes of this subsection, "small modular reactor" means a scalable nuclear power plant using reactors that each have a gross power output no greater than three hundred megawatts electric, and where each reactor is designed for factory manufacturing and ease of transport, such as by truck, rail, or barge.

(4) \$226,000 of the public service revolving account—state appropriation is provided solely for the implementation of Engrossed Substitute Senate Bill No. 6248 (transition of coal units). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

Sec. 141. 2015 3rd sp.s. c 4 s 143 (uncodified) is amended to read as follows:

FOR THE MILITARY DEPARTMENT

General Fund—State Appropriation (FY 2016).	\$3,386,000
General Fund—State Appropriation (FY 2017).	((\$3,417,000))
	<u>\$3,654,000</u>
General Fund—Federal Appropriation.	((\$136,393,000))
	<u>\$136,380,000</u>
Enhanced 911 Account—State Appropriation.	((\$57,917,000))
	<u>\$56,594,000</u>
Disaster Response Account—State Appropriation.	((\$21,749,000))

1		<u>\$41,383,000</u>
2	Disaster Response Account—Federal Appropriation.	((\$75,870,000))
3		<u>\$107,317,000</u>
4	Military Department Rent and Lease Account—State	
5	Appropriation.	\$615,000
6	Worker and Community Right-to-Know Account—State	
7	Appropriation.	((\$2,886,000))
8		<u>\$2,888,000</u>
9	Oil Spill Prevention Account—State Appropriation.	\$1,000,000
10	TOTAL APPROPRIATION.	((\$303,233,000))
11		<u>\$353,217,000</u>

12 The appropriations in this section are subject to the following
13 conditions and limitations:

14 (1) (~~Appropriations from the disaster response account—state~~
15 ~~appropriation and the disaster response account—federal appropriation~~
16 ~~may be spent only on disasters declared by the governor and with the~~
17 ~~approval of the office of financial management.)) The military
18 department shall submit a report to the office of financial
19 management and the legislative fiscal committees on October 1st and
20 February 1st of each year detailing information on the disaster
21 response account, including: (a) The amount and type of deposits into
22 the account; (b) the current available fund balance as of the
23 reporting date; and (c) the projected fund balance at the end of the
24 2015-2017 biennium based on current revenue and expenditure patterns.~~

25 (2) \$60,000,000 of the general fund—federal appropriation is
26 provided solely for homeland security, subject to the following
27 conditions: Any communications equipment purchased by local
28 jurisdictions or state agencies shall be consistent with standards
29 set by the Washington state interoperability executive committee.

30 (3) \$1,000,000 of the oil spill prevention account—state
31 appropriation is provided solely for implementation of chapter 274,
32 Laws of 2015 (Engrossed Substitute House Bill No. 1449) (oil
33 transportation safety).

34 (4) \$100,000 of the general fund—state appropriation for fiscal
35 year 2016 and \$100,000 of the general fund—state appropriation for
36 fiscal year 2017 are provided solely for the conditional scholarship
37 program pursuant to chapter 28B.103 RCW.

38 (5) \$5,000,000 of the enhanced 911 account—state appropriation is
39 provided solely for financial assistance to counties to replace

1 analog 911 telephone and network equipment with next generation 911
2 capable technology.

3 (6) \$1,850,000 of the disaster response account—state
4 appropriation is provided solely to Okanogan and Ferry counties to
5 address deficiencies within their communications infrastructure for
6 911 dispatch. Funds will be used to replace failing radio dispatching
7 hardware within 911 dispatch centers; build interoperable
8 communications between each county's dispatch center such that each
9 can serve as a back-up to the other; and build upon the existing
10 wireless microwave network for 911 calls, dispatch centers, and first
11 responder radio operations. Prior to releasing any state funds, the
12 department will consult with the counties to determine if federal
13 funds are available for any proposed expenditure and assist the
14 counties with any application for such funds.

15 (7) \$130,000 of the enhanced 911 account—state appropriation is
16 provided solely for the department to conduct a pilot program within
17 King county to implement a mobile phone application that notifies
18 persons trained in cardiopulmonary resuscitation of persons nearby
19 who are having a cardiac emergency. The department may partner with
20 the county, a city, a fire district, or a search and rescue
21 organization for purposes of implementing the application and
22 software-as-a-service in an existing computer-aided dispatch system.
23 The department will report the results of the pilot program to the
24 legislature by December 1, 2016.

25 (8) \$5,679,000 of the enhanced 911 account—state appropriation is
26 provided solely for transitioning to an internet protocol based next
27 generation 911 network and increased network costs during the
28 transition and hardware required for the new system. The department's
29 activities and procurement is a major information technology project
30 subject to oversight and review by the office of the chief
31 information officer.

32 (9) \$392,000 of the disaster response account—state appropriation
33 is provided solely for fire suppression training and equipment to
34 national guard soldiers and airmen.

35 **Sec. 142.** 2015 3rd sp.s. c 4 s 144 (uncodified) is amended to
36 read as follows:

37 **FOR THE PUBLIC EMPLOYMENT RELATIONS COMMISSION**

38 General Fund—State Appropriation (FY 2016). (~~(\$1,845,000)~~)

1		<u>\$1,868,000</u>
2	General Fund—State Appropriation (FY 2017).	((\$1,944,000))
3		<u>\$2,025,000</u>
4	Higher Education Personnel Services Account—State	
5	Appropriation.	((\$1,143,000))
6		<u>\$1,209,000</u>
7	Personnel Service Account—State Appropriation.	((\$3,577,000))
8		<u>\$3,629,000</u>
9	TOTAL APPROPRIATION.	((\$8,509,000))
10		<u>\$8,731,000</u>

11 **Sec. 143.** 2015 3rd sp.s. c 4 s 145 (uncodified) is amended to
12 read as follows:

13 **FOR THE BOARD OF ACCOUNTANCY**

14	Certified Public Accountants' Account—State	
15	Appropriation.	((\$6,095,000))
16		<u>\$6,117,000</u>

17 The appropriation in this section is subject to the following
18 conditions and limitations: \$3,300,000 of the certified public
19 accountants' account—state appropriation is provided solely for
20 deposit into the certified public accounting transfer account to fund
21 Washington-based colleges and universities for students pursuing
22 degrees in accounting or taxation as provided in chapter 215, Laws of
23 2015 (Substitute Senate Bill No. 5534).

24 **Sec. 144.** 2015 3rd sp.s. c 4 s 146 (uncodified) is amended to
25 read as follows:

26 **FOR THE FORENSIC INVESTIGATION COUNCIL**

27	Death Investigations Account—State Appropriation.	((\$500,000))
28		<u>\$502,000</u>

29 The appropriation in this section is subject to the following
30 conditions and limitations:

31 (1) \$250,000 of the death investigations account appropriation is
32 provided solely for providing financial assistance to local
33 jurisdictions in multiple death investigations. The forensic
34 investigation council shall develop criteria for awarding these funds
35 for multiple death investigations involving an unanticipated,
36 extraordinary, and catastrophic event or those involving multiple
37 jurisdictions.

(2) \$210,000 of the death investigations account appropriation is provided solely for providing financial assistance to local jurisdictions in identifying human remains.

Sec. 145. 2015 3rd sp.s. c 4 s 147 (uncodified) is amended to read as follows:

FOR THE HORSE RACING COMMISSION

Horse Racing Commission Operating Account—State

Appropriation.	((\$3,654,000))
	<u>\$3,665,000</u>

Sec. 146. 2015 3rd sp.s. c 4 s 148 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ENTERPRISE SERVICES

General Fund—State Appropriation (FY 2016).	((\$2,874,000))
	<u>\$2,769,000</u>

General Fund—State Appropriation (FY 2017).	((\$3,585,000))
	<u>\$3,466,000</u>

General Fund—Private/Local Appropriation.	\$102,000
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Building Code Council Account—State Appropriation. . .	((\$1,256,000))
	<u>\$1,022,000</u>

Dedicated Marijuana Account—State Appropriation (FY 2016). .	\$95,000
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TOTAL APPROPRIATION.	((\$7,912,000))
	<u>\$7,454,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) ((~~\$2,537,000~~)) \$2,432,000 of the general fund—state appropriation for fiscal year 2016, ((~~\$3,243,000~~)) \$3,138,000 of the general fund—state appropriation for fiscal year 2017, and \$1,584,000 from the fee charged to master contract vendors are provided solely for the payment of facilities and services charges, utilities and contracts charges, public and historic facilities charges, and capital projects surcharges allocable to the senate, house of representatives, statute law committee, legislative support services, joint legislative systems committee, and office of support services. The department shall allocate charges attributable to these agencies among the affected revolving funds. The department shall maintain an interagency agreement with these agencies to establish performance standards, prioritization of preservation and capital improvement

1 projects, and quality assurance provisions for the delivery of
2 services under this subsection. The legislative agencies named in
3 this subsection shall continue to enjoy all of the same rights of
4 occupancy and space use on the capitol campus as historically
5 established.

6 (2) In accordance with RCW 46.08.172 and 43.135.055, the
7 department is authorized to increase parking fees in fiscal years
8 2016 and 2017 as necessary to meet the actual costs of conducting
9 business.

10 (3) Before any agency may purchase a passenger motor vehicle as
11 defined in RCW 43.19.560, the agency must have written approval from
12 the director of the department of enterprise services.

13 (4) From the fee charged to master contract vendors, the
14 department shall transfer to the office of minority and women's
15 business enterprises in equal monthly installments \$893,000 in fiscal
16 year 2016 and \$1,599,000 in fiscal year 2017.

17 (5) \$95,000 of the dedicated marijuana account—state
18 appropriation for fiscal year 2016 is provided solely for the
19 implementation of Engrossed Second Substitute House Bill No. 2136
20 (marijuana market reforms). If the bill is not enacted by July 10,
21 2015, the amount provided in this subsection shall lapse.

22 (6) \$4,000 of the general fund—state appropriation for fiscal
23 year 2017 is provided solely for a student capital campus improvement
24 competition. To be eligible, a student must be enrolled in a
25 community or technical college. The department shall administer the
26 competition, establish criteria for evaluating student proposals, and
27 provide a grant award to the student that presents the best design
28 for the installation of a functional, accurate, and aesthetic gnomon
29 for the state's capital campus sundial.

30 **Sec. 147.** 2015 3rd sp.s. c 4 s 149 (uncodified) is amended to
31 read as follows:

32 **FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

33 Volunteer Firefighters' and Reserve Officers'

34	Administrative Account—State Appropriation. . . .	((\$1,013,000))
35		<u>\$1,011,000</u>

36 **Sec. 148.** 2015 3rd sp.s. c 4 s 150 (uncodified) is amended to
37 read as follows:

FOR THE DEPARTMENT OF ARCHAEOLOGY AND HISTORIC PRESERVATION

General Fund—State Appropriation (FY 2016).	((\$1,363,000))
	<u>\$1,369,000</u>
General Fund—State Appropriation (FY 2017).	((\$1,390,000))
	<u>\$1,395,000</u>
General Fund—Federal Appropriation.	\$2,122,000
General Fund—Private/Local Appropriation.	\$14,000
TOTAL APPROPRIATION.	((\$4,889,000))
	<u>\$4,900,000</u>

The appropriations in this section are subject to the following conditions and limitations: \$121,000 of the general fund—state appropriation for fiscal year 2016 and \$121,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the Washington main street program.

Sec. 149. 2015 3rd sp.s. c 4 s 151 (uncodified) is amended to read as follows:

FOR THE CONSOLIDATED TECHNOLOGY SERVICES AGENCY

General Fund—State Appropriation (FY 2016).	\$1,000,000
General Fund—State Appropriation (FY 2017).	((\$450,000))
	<u>\$428,000</u>
Consolidated Technology Services Revolving	
Account—State Appropriation	((\$7,368,000))
	<u>\$7,366,000</u>
TOTAL APPROPRIATION.	((\$8,818,000))
	<u>\$8,794,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) In conjunction with the office of the chief information officer's prioritization of proposed information technology expenditures, agency budget requests for proposed information technology expenditures shall include the following: The agency's priority ranking of each information technology request; the estimated cost for the current biennium; the estimated total cost of the request over all biennia; and the expected timeline to complete the request. The office of the chief information officer and the office of financial management may request agencies to include additional information on proposed information technology expenditure requests.

1 (2) \$550,000 of the general fund—state appropriation for fiscal
2 year 2016 is provided solely for the office of the chief information
3 officer to develop a statewide strategic business and technology
4 architecture plan for time capture, payroll and payment processes,
5 and eligibility and authorization processes for the department of
6 early learning. In collaboration with the department of early
7 learning the plan will identify and recommend whether existing
8 systems, or planned systems, can and should be used to meet the
9 department of early learning's business needs. A child care
10 attendance and billing solution must be designed or modified to align
11 with the statewide enterprise strategy once the strategic
12 architecture is established. The plan shall be completed and
13 delivered to the appropriate committees of the legislature by
14 December 1, 2015.

15 (3) \$450,000 of the general fund—state appropriation for fiscal
16 year 2016 and ~~(((\$450,000))~~ \$428,000 of the general fund—state
17 appropriation for fiscal year 2017 are provided solely to the office
18 of the chief information officer for statewide technical oversight of
19 information technology projects ~~((for time capture, payroll and
20 payment processes, and eligibility and authorization processes. The
21 office of the chief information officer shall identify where existing
22 or proposed technology investments should be consolidated, identify
23 when existing or proposed technology investments can be reused or
24 leveraged to meet multi-agency needs, increase interoperability
25 between agencies, and identify how redundant investments can be
26 reduced overtime.))~~ or investments and proposed projects or
27 investments impacting time capture, payroll and payment processes and
28 systems, and eligibility, case management and authorization systems
29 within the department of social and health services, the department
30 of health, the department of early learning, and the health care
31 authority. As part of the technical oversight, the office of the
32 chief information officer shall identify where existing or proposed
33 technology investments should be consolidated, reused, or otherwise
34 leveraged to meet multiagency needs or increase interoperability,
35 increase alignment with statewide policies, standards, strategies,
36 architectures, and reduce redundant investments over time.

37 (4) ~~(((\$7,368,000))~~ \$7,366,000 of the consolidated technology
38 services revolving account—state appropriation is provided solely for
39 implementation of Second Substitute House Bill No. 1391 or Second

1 Substitute Senate Bill No. 5315 (aligning information technology
2 functions). If neither bill is enacted by July 10, 2015, the amount
3 provided in this subsection shall lapse.

(End of part)

PART II
HUMAN SERVICES

Sec. 201. 2015 3rd sp.s. c 4 s 201 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES

(1) The appropriations to the department of social and health services in this act shall be expended for the programs and in the amounts specified in this act. Appropriations made in this act to the department of social and health services shall initially be allotted as required by this act. Subsequent allotment modifications shall not include transfers of moneys between sections of this act except as expressly provided in this act, nor shall allotment modifications permit moneys that are provided solely for a specified purpose to be used for other than that purpose.

(2) The department of social and health services shall not initiate any services that require expenditure of state general fund moneys unless expressly authorized in this act or other law. The department may seek, receive, and spend, under RCW 43.79.260 through 43.79.282, federal moneys not anticipated in this act as long as the federal funding does not require expenditure of state moneys for the program in excess of amounts anticipated in this act. If the department receives unanticipated unrestricted federal moneys, those moneys shall be spent for services authorized in this act or in any other legislation providing appropriation authority, and an equal amount of appropriated state general fund moneys shall lapse. Upon the lapsing of any moneys under this subsection, the office of financial management shall notify the legislative fiscal committees. As used in this subsection, "unrestricted federal moneys" includes block grants and other funds that federal law does not require to be spent on specifically defined projects or matched on a formula basis by state funds.

(3) The legislature finds that medicaid payment rates, as calculated by the department pursuant to the appropriations in this act, bear a reasonable relationship to the costs incurred by efficiently and economically operated facilities for providing quality services and will be sufficient to enlist enough providers so that care and services are available to the extent that such care and services are available to the general population in the geographic area. The legislature finds that cost reports, payment data from the

1 federal government, historical utilization, economic data, and
2 clinical input constitute reliable data upon which to determine the
3 payment rates.

4 (4) The department shall to the maximum extent practicable use
5 the same system for delivery of spoken-language interpreter services
6 for social services appointments as the one established for medical
7 appointments in the health care authority. When contracting directly
8 with an individual to deliver spoken language interpreter services,
9 the department shall only contract with language access providers who
10 are working at a location in the state and who are state-certified or
11 state-authorized, except that when such a provider is not available,
12 the department may use a language access provider who meets other
13 certifications or standards deemed to meet state standards, including
14 interpreters in other states.

15 ~~((Information technology projects and proposed projects for~~
16 ~~time capture, payroll and payment processes, and eligibility and~~
17 ~~authorization systems within the department of social and health~~
18 ~~services are subject to technical oversight by the office of the~~
19 ~~chief information officer))~~ Information technology projects or
20 investments and proposed projects or investments impacting time
21 capture, payroll and payment processes and systems, eligibility, case
22 management, and authorization systems within the department of social
23 and health services are subject to technical oversight by the office
24 of the chief information officer.

25 (6)(a) The department shall facilitate enrollment under the
26 medicaid expansion for clients applying for or receiving state funded
27 services from the department and its contractors. Prior to open
28 enrollment, the department shall coordinate with the health care
29 authority to provide referrals to the Washington health benefit
30 exchange for clients that will be ineligible for medicaid.

31 (b) To facilitate a single point of entry across public and
32 medical assistance programs, and to maximize the use of federal
33 funding, the health care authority, the department of social and
34 health services, and the health benefit exchange will coordinate
35 efforts to expand HealthPlanfinder access to public assistance and
36 medical eligibility staff. No later than October 1, 2015, the
37 department shall complete medicaid applications in the
38 HealthPlanfinder for households receiving or applying for public
39 assistance benefits.

1 (c) The department, in coordination with the health care
2 authority, shall pursue a federal waiver to use supplemental
3 nutrition assistance program eligibility, aged, blind, or disabled
4 program eligibility, or temporary assistance for needy families
5 eligibility, to enroll eligible persons into medicaid.

6 (7) In accordance with RCW 71.24.380, the health care authority
7 and the department are authorized to purchase medical and behavioral
8 health services through integrated contracts upon request of all of
9 the county authorities in a regional service area to become an early
10 adopter of fully integrated purchasing of medical and behavioral
11 health services. The department may combine and transfer such amounts
12 appropriated under sections 204, 208, and 213 of this act as may be
13 necessary to fund early adopter contracts. The amount of medicaid
14 funding transferred from each program may not exceed the average per
15 capita cost assumed in this act for individuals covered by that
16 program, actuarially adjusted for the health condition of persons
17 enrolled, times the number of clients enrolled. The amount of non-
18 medicaid funding transferred from sections 204 and 208 may not exceed
19 the amount that would have been contracted with a behavioral health
20 organization if the county authorities had not requested to become an
21 early adopter of fully integrated purchasing. These limits do not
22 apply to the amounts provided in section 204(1)(s) of this act. If
23 any funding that this act provides solely for a specific purpose is
24 transferred under this subsection, that funding must be used
25 consistently with the provisions and conditions for which it was
26 provided.

27 (8) In accordance with RCW 71.24.380, the department is
28 authorized to purchase mental health and substance use disorder
29 services through integrated contracts with behavioral health
30 organizations. The department may combine and transfer such amounts
31 appropriated under sections 204 and 208 of this act as may be
32 necessary to finance these behavioral health organization contracts.
33 If any funding that this act provides solely for a specific purpose
34 is transferred under this subsection, that funding must be used
35 consistently with the provisions and conditions for which it was
36 provided.

37 (9)(a) The appropriations to the department of social and health
38 services in this act shall be expended for the programs and in the
39 amounts specified in this act. However, after May 1, 2016, unless
40 prohibited by this act, the department may transfer general fund—

1 state appropriations for fiscal year 2016 among programs after
2 approval by the director of financial management. However, the
3 department shall not transfer state moneys that are provided solely
4 for a specified purpose except as expressly provided in (b) of this
5 subsection.

6 (b) To the extent that transfers under (a) of this subsection are
7 insufficient to fund actual expenditures in excess of fiscal year
8 2016 caseload forecasts and utilization assumptions in the long-term
9 care, foster care, adoptions support, medical personal care, and
10 child support programs, the department may transfer state moneys that
11 are provided solely for a specified purpose. The department shall not
12 transfer funds, and the director of financial management shall not
13 approve the transfer, unless the transfer is consistent with the
14 objective of conserving, to the maximum extent possible, the
15 expenditure of state funds. The director of financial management
16 shall notify the appropriate fiscal committees of the senate and
17 house of representatives in writing seven days prior to approving any
18 allotment modifications or transfers under this subsection. The
19 written notification shall include a narrative explanation and
20 justification of the changes, along with expenditures and allotments
21 by budget unit and appropriation, both before and after any allotment
22 modifications or transfers.

23 (10) To facilitate the authority provided in subsection (7) and
24 (8) of this section, and to ensure a new accounting structure is in
25 place as of July 1, 2017, the department is authorized to create a
26 new program for accounting purposes only that combines the mental
27 health program and alcohol and substance abuse program allotments and
28 expenditures.

29 **Sec. 202.** 2015 3rd sp.s. c 4 s 202 (uncodified) is amended to
30 read as follows:

31 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—CHILDREN AND FAMILY**
32 **SERVICES PROGRAM**

33	General Fund—State Appropriation (FY 2016).	((\$329,792,000))
34		<u>\$324,746,000</u>
35	General Fund—State Appropriation (FY 2017).	((\$338,161,000))
36		<u>\$337,124,000</u>
37	General Fund—Federal Appropriation.	((\$518,913,000))
38		<u>\$511,676,000</u>

1	General Fund—Private/Local Appropriation.	\$1,354,000
2	Domestic Violence Prevention Account—State	
3	Appropriation.	\$1,908,000
4	Child and Family Reinvestment Account—State	
5	Appropriation.	\$6,529,000
6	TOTAL APPROPRIATION.	((\$1,196,657,000))
7		<u>\$1,183,337,000</u>

8 The appropriations in this section are subject to the following
9 conditions and limitations:

10 (1) Amounts appropriated in this section include funding for the
11 department to establish basic foster care rates consistent with the
12 settlement agreement in *FPAWS v. Quigley*.

13 (2) \$668,000 of the general fund—state appropriation for fiscal
14 year 2016 and \$668,000 of the general fund—state appropriation for
15 fiscal year 2017 are provided solely to contract for the operation of
16 one pediatric interim care center. The center shall provide
17 residential care for up to thirteen children through two years of
18 age. Seventy-five percent of the children served by the center must
19 be in need of special care as a result of substance abuse by their
20 mothers. The center shall also provide on-site training to
21 biological, adoptive, or foster parents. The center shall provide at
22 least three months of consultation and support to the parents
23 accepting placement of children from the center. The center may
24 recruit new and current foster and adoptive parents for infants
25 served by the center. The department shall not require case
26 management as a condition of the contract.

27 (3) \$253,000 of the general fund—state appropriation for fiscal
28 year 2016 and \$253,000 of the general fund—state appropriation for
29 fiscal year 2017 are provided solely for the costs of the eight
30 existing hub home foster families that provide a foster care delivery
31 model that includes a licensed hub home. Use of the hub home model is
32 intended to support foster parent retention, improve child outcomes,
33 and encourage the least restrictive community placements for children
34 in out-of-home care.

35 (4) \$579,000 of the general fund—state appropriation for fiscal
36 year 2016, \$579,000 of the general fund—state appropriation for
37 fiscal year 2017, and \$109,000 of the general fund—federal
38 appropriation are provided solely for a receiving care center east of
39 the Cascade mountains.

(5) \$990,000 of the general fund—state appropriation for fiscal year 2016 and \$990,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for services provided through children's advocacy centers.

(6) \$1,250,000 of the general fund—state appropriation for fiscal year 2016 ~~((is))~~ and \$1,351,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for implementation of performance-based contracts for family support and related services pursuant to RCW 74.13B.020.

(7) ~~(((\$5,865,000))~~ \$4,865,000 of the general fund—state appropriation for fiscal year 2016, ~~(((\$2,564,000))~~ \$3,564,000 of the general fund—state appropriation for fiscal year 2017, \$6,529,000 of the child and family reinvestment account—state appropriation, and ~~(((\$14,958,000))~~ \$15,958,000 of the general fund—federal appropriation, are provided solely ~~((to—maintain))~~ for family assessment response ~~((in children's administration field offices that began implementing family assessment response in the 2013–2015 fiscal biennium))~~.

(8) \$94,000 of the general fund—state appropriation for fiscal year 2016 and \$94,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for a contract with a child advocacy center in Spokane to provide continuum of care services for children who have experienced abuse or neglect and their families.

(9) \$668,000 of the domestic violence prevention account—state appropriation is provided solely for implementation of chapter 275, Laws of 2015 (SSB 5631) (domestic violence victims).

(10) ~~(((\$2,996,000))~~ \$1,996,000 of the general fund—state appropriation for fiscal year 2016, \$3,434,000 of the general fund—state appropriation for 2017, and \$844,000 of the general fund—federal appropriation are provided solely for the children's administration to:

(a) Reduce the caseload ratios of social workers serving children in foster care to promote decreased lengths of stay and to make progress towards achievement of the Braam settlement caseload outcome;

(b) Support the closure of child protective services investigations within ninety days of intake, where appropriate; and

(c) Progress towards statewide expansion and support of the child protective services family assessment response pathway.

1 The children's administration must, in the manner it determines
2 appropriate, balance expenditure of amounts provided in this
3 subsection in a way that makes substantial investments in each of the
4 three purposes in (a) through (c) of this subsection. Of the amounts
5 provided in this subsection, no more than \$1,600,000 may be used for
6 the purpose of (b) of this subsection.

7 (11) \$819,000 of the general fund—state appropriation for fiscal
8 year 2017 and \$373,000 of the general fund—federal appropriation are
9 provided solely for implementation of chapter 240, Laws of 2015 (SSB
10 5740) (extended foster care).

11 (12) \$784,000 of the general fund—state appropriation for fiscal
12 year 2017 is provided solely for early achievers tiered reimbursement
13 for family home and center child care providers consistent with
14 Engrossed Second Substitute House Bill No. 1491 (early care &
15 education system). ~~((If the bill is not enacted by July 10, 2015, the
16 amount provided in this subsection shall lapse.))~~

17 (13)(a) \$539,000 of the general fund—state appropriation for
18 fiscal year 2016, \$540,000 of the general fund—state appropriation
19 for fiscal year 2017, \$656,000 of the general fund private/local
20 appropriation, and \$253,000 of the general fund—federal appropriation
21 are provided solely for ~~((the children's administration to))~~ a
22 contract with an educational advocacy provider with expertise in
23 foster care educational outreach. The amounts in this subsection are
24 provided solely for contracted education coordinators to assist
25 foster children in succeeding in K-12 and higher education systems
26 and to assure a focus on education during the department's transition
27 to performance-based contracts. Funding must be prioritized to
28 regions with high numbers of foster care youth, or regions where
29 backlogs of youth that have formerly requested educational outreach
30 services exist. The children's administration is encouraged to use
31 private matching funds to maintain educational advocacy services.

32 (b) Beginning in fiscal year 2017, the children's administration
33 shall contract with the office of the superintendent of public
34 instruction, which in turn shall contract with a nongovernmental
35 entity or entities to provide educational advocacy services pursuant
36 to Fourth Substitute House Bill No. 1999 (foster youth edu.
37 outcomes). If the bill is not enacted by June 30, 2016, language in
38 this subsection shall lapse.

1 (14) The children's administration shall adopt policies to reduce
2 the percentage of parents requiring supervised visitation, including
3 clarification of the threshold for transition from supervised to
4 unsupervised visitation prior to reunification. The children's
5 administration shall submit the revised visitation policy to the
6 appropriate policy and fiscal committees of the legislature by
7 December 1, 2015.

8 (15) \$446,000 of the general fund—state appropriation for fiscal
9 year 2016 (~~and \$1,461,000 of the general fund—state appropriation~~
10 ~~for fiscal year 2017 are~~) is provided solely for a contract with a
11 nongovernmental entity or entities for the demonstration (~~(sites))~~
12 site to improve the educational outcomes of students who are
13 dependent pursuant to chapter 13.34 RCW(~~(-~~

14 ~~(a) Of the amounts provided in this subsection, \$446,000 of the~~
15 ~~general fund—state appropriation for fiscal year 2016 and \$446,000 of~~
16 ~~the general fund—state appropriation for fiscal year 2017 are~~
17 ~~provided solely for the demonstration site))~~ that was established
18 pursuant to the 2013-2015 omnibus appropriations act, section
19 202(10), chapter 4, Laws of 2013, 2nd sp. sess.

20 (~~((b) Of the amounts provided in this subsection, \$1,015,000 of~~
21 ~~the general fund—state appropriation for fiscal year 2017 is provided~~
22 ~~solely for a second demonstration site. The children's~~
23 ~~administration, in collaboration with the office of the~~
24 ~~superintendent of public instruction and the contracted~~
25 ~~nongovernmental entity or entities, shall select a second~~
26 ~~demonstration site that includes a school district or school~~
27 ~~districts with a significant number of dependent students. The second~~
28 ~~site must be implemented no earlier than July 1, 2016.~~

29 ~~(e))~~ (a) The demonstration (~~(sites))~~ site in this subsection
30 must facilitate the educational progress and graduation of dependent
31 youth by providing individualized education services and monitoring
32 and supporting dependent youths' remediation needs, special education
33 needs, and completion of education milestones. The contract(~~(s))~~ must
34 be performance-based with a stated goal of improving the graduation
35 rates of foster youth by two percent per year over five school year
36 periods. The baseline for measurement for the existing site was
37 established in the 2013-14 school year and remains applicable through
38 the 2017-18 school year. (~~The baseline for measurement for the site~~

1 ~~established in section 202(15)(b) must be established in the 2016-17~~
2 ~~school year and remains applicable through the 2020-21 school year.~~

3 ~~((d))~~ (b) The demonstration ~~((sites))~~ site must develop and
4 provide services aimed at improving the educational outcomes of
5 foster youth. These services must include:

6 (i) Direct advocacy for foster youth to eliminate barriers to
7 educational access and success;

8 (ii) Consultation with children's administration case workers to
9 develop educational plans for and with participating youth;

10 (iii) Monitoring educational progress of participating youth;

11 (iv) Providing participating youth with school and local
12 resources that may assist in educational access and success; and

13 (v) Coaching youth, caregivers, and social workers to advocate
14 for dependent youth in the educational system.

15 ~~((f))~~ (c) The contractor must report demonstration site
16 outcomes to the department of social and health services and the
17 office of the superintendent of public instruction by September 30,
18 2015, for the 2014-15 school year and by September 30, 2016, for the
19 2015-16 school year.

20 ~~((g))~~ (d) The children's administration shall proactively refer
21 all eligible students thirteen years or older within the
22 demonstration site ~~((areas))~~ area to the contractor for educational
23 services.

24 ~~((h))~~ (e) The contractor shall report to the legislature by
25 September 30, 2015, for the 2014-15 school year and by September 30,
26 2016, for the 2015-16 school year on the number of eligible youth
27 referred by the children's administration, the number of youth
28 served, and the effectiveness of the demonstration site ~~((or sites))~~
29 in increasing graduation rates for dependent youth.

30 (16) The children's administration, office of the superintendent
31 of public instruction, and student achievement council shall
32 collaborate with the office of the attorney general, other
33 governmental agencies, advocacy organizations, and others as needed
34 to report to the legislature by December 1, 2015, on strategies to
35 permit supplemental education transition planning for dependent youth
36 to be administered by the student achievement council and the
37 demonstration sites to be administered by the office of the
38 superintendent of public instruction no later than June 30, 2016. The
39 report shall assess the feasibility of transitioning the programs and

1 recommend strategies to resolve data and information sharing barriers
2 through legislative policy and professional practice.

3 (17) \$334,000 of the general fund—state appropriation for fiscal
4 year 2016, \$548,000 of the general fund—state appropriation for
5 fiscal year 2017, and \$249,000 of the general fund—federal
6 appropriation are provided solely for extended foster care services
7 for eligible youth engaged in employment for eighty hours or more per
8 month, pursuant to chapter 122, Laws of 2014.

9 (18) The children's administration is encouraged to control
10 exceptional reimbursement decisions so that the child's needs are met
11 without excessive costs.

12 (19) \$841,000 of the general fund—state appropriation for fiscal
13 year 2017 is provided solely for a base rate increase and an increase
14 in tiered reimbursement rates, levels three through five, for
15 licensed family child care providers. This funding is for the
16 supplemental agreement to the 2015-2017 collective bargaining
17 agreement covering family child care providers as set forth in
18 section 905 of this act.

19 (20)(a) The children's administration shall develop a plan, in
20 consultation with providers, to improve placement stability and
21 promote a continuum of care for children and youth who have
22 experienced abuse and neglect and require long-term placement with
23 behavioral supports. The plan shall include the following in regards
24 to these children and youth:

25 (i) Analysis of the cost-effectiveness and outcomes of existing
26 placement options;

27 (ii) Development of common and consistent assessment criteria for
28 determining the necessary level of care;

29 (iii) Delineation of a continuity of care continuum;

30 (iv) Identification of gaps in services with recommended
31 strategies and costs for addressing those gaps, and;

32 (v) Development of models for stabilizing funding, including
33 forecasting models, for all components of the service continuum.

34 (b) The children's administration shall submit the plan to the
35 appropriate legislative committees by December 1, 2016.

36 **Sec. 203.** 2015 3rd sp.s. c 4 s 203 (uncodified) is amended to
37 read as follows:

**FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—JUVENILE
REHABILITATION PROGRAM**

General Fund—State Appropriation (FY 2016).	((\$92,849,000))
	<u>\$92,347,000</u>
General Fund—State Appropriation (FY 2017).	((\$90,583,000))
	<u>\$90,892,000</u>
General Fund—Federal Appropriation.	\$3,464,000
General Fund—Private/Local Appropriation.	\$1,985,000
Washington Auto Theft Prevention Authority Account—	
State Appropriation.	\$196,000
Juvenile Accountability Incentive Account—Federal	
Appropriation.	\$2,801,000
TOTAL APPROPRIATION.	((\$191,878,000))
	<u>\$191,685,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$331,000 of the general fund—state appropriation for fiscal year 2016 and \$331,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for deposit in the county criminal justice assistance account for costs to the criminal justice system associated with the implementation of chapter 338, Laws of 1997 (juvenile code revisions). The amounts provided in this subsection are intended to provide funding for county adult court costs associated with the implementation of chapter 338, Laws of 1997 and shall be distributed in accordance with RCW 82.14.310.

(2) \$6,198,000 of the general fund—state appropriation for fiscal year 2016 and \$6,198,000 of the general fund—state appropriation for fiscal year 2017 are provided solely to implement community juvenile accountability grants pursuant to chapter 338, Laws of 1997 (juvenile code revisions). Funds provided in this subsection may be used solely for community juvenile accountability grants, administration of the grants, and evaluations of programs funded by the grants.

(3) \$1,130,000 of the general fund—state appropriation for fiscal year 2016 is provided solely to implement alcohol and substance abuse treatment programs for locally committed offenders. Funding for this purpose in fiscal year 2017 is provided through a memorandum of understanding with the department of social and health services alcohol and substance abuse program. The juvenile rehabilitation administration shall award these moneys on a competitive basis to

1 counties that submitted a plan for the provision of services approved
2 by the division of alcohol and substance abuse. The juvenile
3 rehabilitation administration shall develop criteria for evaluation
4 of plans submitted and a timeline for awarding funding and shall
5 assist counties in creating and submitting plans for evaluation.

6 (4) \$3,123,000 of the general fund—state appropriation for fiscal
7 year 2016 and \$2,841,000 of the general fund—state appropriation for
8 fiscal year 2017 are provided solely for grants to county juvenile
9 courts for the following juvenile justice programs identified by the
10 Washington state institute for public policy (institute) in its
11 ~~((October 2006 report: "Evidence Based Public Policy Options to~~
12 ~~Reduce Future Prison Construction, Criminal Justice Costs and Crime~~
13 ~~Rates": Functional family therapy, multi-systemic therapy, aggression~~
14 ~~replacement training and interagency coordination programs, or other~~
15 ~~programs with a positive benefit-cost finding in the institute's))~~
16 report((-)): "Inventory of Evidence-based, Research-based, and
17 Promising Practices for Prevention and Intervention Services for
18 Children and Juveniles in the Child Welfare, Juvenile Justice, and
19 Mental Health Systems." Additional funding for this purpose in fiscal
20 year 2017 is provided through a memorandum of understanding with the
21 department of social and health services alcohol and substance abuse
22 program. County juvenile courts shall apply to the juvenile
23 rehabilitation administration for funding for program-specific
24 participation and the administration shall provide grants to the
25 courts consistent with the per-participant treatment costs identified
26 by the institute.

27 (5) \$1,537,000 of the general fund—state appropriation for fiscal
28 year 2016 and \$1,537,000 of the general fund—state appropriation for
29 fiscal year 2017 are provided solely for expansion of the following
30 juvenile justice treatments and therapies in juvenile rehabilitation
31 administration programs identified by the Washington state institute
32 for public policy in its ~~((October 2006 report: "Evidence-Based~~
33 ~~Public Policy Options to Reduce Future Prison Construction, Criminal~~
34 ~~Justice Costs and Crime Rates": Multidimensional treatment foster~~
35 ~~care, family integrated transitions, and aggression replacement~~
36 ~~training, or other programs with a positive benefit-cost finding in~~
37 ~~the institute's))~~ report((-)): "Inventory of Evidence-based,
38 Research-based, and Promising Practices for Prevention and
39 Intervention Services for Children and Juveniles in the Child

1 Welfare, Juvenile Justice, and Mental Health Systems." The
2 administration may concentrate delivery of these treatments and
3 therapies at a limited number of programs to deliver the treatments
4 in a cost-effective manner.

5 (6)(a) The juvenile rehabilitation administration shall
6 administer a block grant(~~((, rather than categorical funding, of~~
7 ~~consolidated juvenile service funds, community juvenile~~
8 ~~accountability act grants, the chemical dependency disposition~~
9 ~~alternative funds, the mental health disposition alternative, and the~~
10 ~~sentencing disposition alternative))~~ to county juvenile courts for
11 the purpose of serving youth adjudicated in the county juvenile
12 justice system. ((In making the block grant,)) Funds dedicated to the
13 block grant include: Consolidated juvenile service (CJS) funds,
14 community juvenile accountability act (CJAA) grants, chemical
15 dependency/mental health disposition alternative (CDDA), and
16 suspended disposition alternative (SDA). The juvenile rehabilitation
17 administration shall follow the following formula and will prioritize
18 evidence-based programs and disposition alternatives and take into
19 account juvenile courts program-eligible youth in conjunction with
20 the number of youth served in each approved evidence-based program or
21 disposition alternative: (i) Thirty-seven and one-half percent for
22 the at-risk population of youth ten to seventeen years old; (ii)
23 fifteen percent for moderate and high-risk youth; (iii) twenty-five
24 percent for evidence-based program participation; (iv) seventeen and
25 one-half percent for minority populations; (v) three percent for the
26 chemical dependency disposition alternative; and (vi) two percent for
27 the mental health and sentencing dispositional alternatives. Funding
28 for the special sex offender disposition alternative (SSODA) shall
29 not be included in the block grant, but allocated on the average
30 daily population in juvenile courts. Funding for the evidence-based
31 expansion grants shall be excluded from the block grant formula.
32 Funds may be used for promising practices when approved by the
33 juvenile rehabilitation administration and juvenile courts, through
34 the community juvenile accountability act committee, based on the
35 criteria established in consultation with Washington state institute
36 for public policy and the juvenile courts.

37 (b) The juvenile rehabilitation administration and the juvenile
38 courts shall establish a block grant funding formula oversight
39 committee with equal representation from the juvenile rehabilitation
40 administration and the juvenile courts. The purpose of this committee

1 is to assess the ongoing implementation of the block grant funding
2 formula, utilizing data-driven decision making and the most current
3 available information. The committee will be cochaired by the
4 juvenile rehabilitation administration and the juvenile courts, who
5 will also have the ability to change members of the committee as
6 needed to achieve its purpose. Initial members will include one
7 juvenile court representative from the finance committee, the
8 community juvenile accountability act committee, the risk assessment
9 quality assurance committee, the executive board of the Washington
10 association of juvenile court administrators, the Washington state
11 center for court research, and a representative of the superior court
12 judges association; two representatives from the juvenile
13 rehabilitation administration headquarters program oversight staff,
14 two representatives of the juvenile rehabilitation administration
15 regional office staff, one representative of the juvenile
16 rehabilitation administration fiscal staff and a juvenile
17 rehabilitation administration division director. The committee may
18 make changes to the formula categories other than the evidence-based
19 program and disposition alternative categories if it is determined
20 the changes will increase statewide service delivery or effectiveness
21 of evidence-based program or disposition alternative resulting in
22 increased cost benefit savings to the state. Long-term cost benefit
23 must be considered. Percentage changes may occur in the evidence-
24 based program or disposition alternative categories of the formula
25 should it be determined the changes will increase evidence-based
26 program or disposition alternative delivery and increase the cost
27 benefit to the state. These outcomes will also be considered in
28 determining when evidence-based expansion or special sex offender
29 disposition alternative funds should be included in the block grant
30 or left separate.

31 (c) The juvenile courts and administrative office of the courts
32 shall be responsible for collecting and distributing information and
33 providing access to the data systems to the juvenile rehabilitation
34 administration and the Washington state institute for public policy
35 related to program and outcome data. The juvenile rehabilitation
36 administration and the juvenile courts will work collaboratively to
37 develop program outcomes that reinforce the greatest cost benefit to
38 the state in the implementation of evidence-based practices and
39 disposition alternatives.

1 (7) The juvenile courts and administrative office of the courts
2 shall collect and distribute information related to program outcome
3 and provide access to these data systems to the juvenile
4 rehabilitation administration and Washington state institute for
5 public policy. The agreements between administrative office of the
6 courts, the juvenile courts, and the juvenile rehabilitation
7 administration shall be executed to ensure that the juvenile
8 rehabilitation administration receives the data that the juvenile
9 rehabilitation administration identifies as needed to comply with
10 this subsection. This includes, but is not limited to, information by
11 program at the statewide aggregate level, individual court level, and
12 individual client level for the purpose of the juvenile
13 rehabilitation administration providing quality assurance and
14 oversight for the locally committed youth block grant and associated
15 funds and at times as specified by the juvenile rehabilitation
16 administration as necessary to carry out these functions. The data
17 shall be provided in a manner that reflects the collaborative work
18 the juvenile rehabilitation administration and juvenile courts have
19 developed regarding program outcomes that reinforce the greatest cost
20 benefit to the state in the implementation of evidence-based
21 practices and disposition alternatives.

22 (8) \$445,000 of the general fund—state appropriation for fiscal
23 year 2016 and \$445,000 of the general fund—state appropriation for
24 fiscal year 2017 are provided solely for funding of the teamchild
25 project.

26 (9) \$178,000 of the general fund—state appropriation for fiscal
27 year 2016 and \$178,000 of the general fund—state appropriation for
28 fiscal year 2017 are provided solely for the juvenile detention
29 alternatives initiative.

30 (10) \$500,000 of the general fund—state appropriation for fiscal
31 year 2016 and \$500,000 of the general fund—state appropriation for
32 fiscal year 2017 are provided solely for a grant program focused on
33 criminal street gang prevention and intervention. The juvenile
34 rehabilitation administration may award grants under this subsection.
35 The juvenile rehabilitation administration shall give priority to
36 applicants who have demonstrated the greatest problems with criminal
37 street gangs. Applicants composed of, at a minimum, one or more local
38 governmental entities and one or more nonprofit, nongovernmental
39 organizations that have a documented history of creating and

administering effective criminal street gang prevention and intervention programs may apply for funding under this subsection. Each entity receiving funds must report to the juvenile rehabilitation administration on the number and types of youth served, the services provided, and the impact of those services on the youth and the community.

(11) The juvenile rehabilitation institutions may use funds appropriated in this subsection to purchase goods and supplies through hospital group purchasing organizations when it is cost-effective to do so.

(12) \$250,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for implementation of Engrossed Substitute House Bill No. 2746 (juvenile offender treatment). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

Sec. 204. 2015 3rd sp.s. c 4 s 204 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—MENTAL HEALTH PROGRAM

(1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS	
General Fund—State Appropriation (FY 2016).	((\$339,344,000))
	<u>\$310,977,000</u>
General Fund—State Appropriation (FY 2017).	((\$353,115,000))
	<u>\$355,262,000</u>
General Fund—Federal Appropriation.	((\$962,163,000))
	<u>\$1,011,270,000</u>
General Fund—Private/Local Appropriation.	\$17,864,000
Dedicated Marijuana Account—State Appropriation	
(FY 2016).	\$2,778,000
Dedicated Marijuana Account—State Appropriation	
(FY 2017).	\$3,684,000
TOTAL APPROPRIATION.	((\$1,678,948,000))
	<u>\$1,701,835,000</u>

The appropriations in this subsection are subject to the following conditions and limitations:

(a) For the purposes of this subsection, the term "regional support networks," includes, effective April 1, 2016, behavioral

1 health organizations which assume the duties of regional support
2 networks pursuant to chapter 225, Laws of 2014 (2SSB 6312).

3 (b) (~~(\$16,631,000)~~) \$12,204,000 of the general fund—state
4 appropriation for fiscal year 2016, \$13,761,000 of the general fund—
5 state appropriation for fiscal year 2017, and \$17,918,000 of the
6 general fund—federal appropriation are provided solely to reimburse
7 regional support networks for increased utilization costs, as
8 compared to utilization costs in fiscal year 2014, that are incurred
9 in order to meet statutory obligations to provide individualized
10 mental health treatment in appropriate settings to individuals who
11 are detained or committed under the involuntary treatment act. Prior
12 to distributing funds to a regional support network requesting
13 reimbursement for costs relative to increased utilization, the
14 department must receive adequate documentation of such increased
15 utilization and costs. Regional support networks receiving funds for
16 community hospitals or evaluation and treatment center beds under (p)
17 of this subsection are only eligible for reimbursement that exceeds
18 the total of their utilization costs in fiscal year 2014 and the
19 costs of services provided with additional funds received under (p)
20 of this subsection.

21 (c) \$2,452,000 of the general fund—state appropriation for fiscal
22 year 2016, \$2,264,000 of the general fund—state appropriation for
23 fiscal year 2017, and \$2,653,000 of the general fund—federal
24 appropriation are provided solely for implementation of chapter 258,
25 Laws of 2015 (E2SSB 5269) (involuntary treatment act). Regional
26 support networks must use these amounts for involuntary treatment
27 costs associated with implementation of this bill.

28 (d) \$3,776,000 of the general fund—state appropriation for fiscal
29 year 2016, \$5,780,000 of the general fund—state appropriation for
30 fiscal year 2017, and \$6,054,000 of the general fund—federal
31 appropriation are provided solely for implementation of chapter 250,
32 Laws of 2015 (E2SHB 1450) (involuntary outpatient treatment).
33 Regional support networks must use these amounts for increases in
34 community mental health treatment associated with implementation of
35 this bill.

36 (e) \$81,180,000 of the general fund—state appropriation for
37 fiscal year 2016 and \$81,180,000 of the general fund—state
38 appropriation for fiscal year 2017 are provided solely for persons
39 and services not covered by the medicaid program. To the extent

possible, levels of regional support network spending shall be maintained in the following priority order: Crisis and commitment services; community inpatient services; and residential care services, including personal care and emergency housing assistance. These amounts includes a reduction of \$4,715,000 for fiscal year 2016 and \$4,715,000 for fiscal year 2017 associated with a funding shift that allows for increased federal participation for community inpatient stays that were previously ineligible for federal matching funds. This reduction will be distributed to regional support networks based on the same proportions that were added to regional support network capitation ranges specific to the waiver that allowed for federal funds to be used for community inpatient stays that were previously ineligible for federal matching funds. The department must allow regional support networks to use medicaid capitation payments to provide services to medicaid enrollees that are in addition to those covered under the state plan in accordance with the conditions established under federal regulations governing medicaid managed care contracts and subject to federal approval by the center for medicaid and medicare services.

(f) \$6,590,000 of the general fund—state appropriation for fiscal year 2016, \$6,590,000 of the general fund—state appropriation for fiscal year 2017, and \$7,620,000 of the general fund—federal appropriation are provided solely for the department and regional support networks to continue to contract for implementation of high-intensity programs for assertive community treatment (PACT) teams. In determining the proportion of medicaid and nonmedicaid funding provided to regional support networks with PACT teams, the department shall consider the differences between regional support networks in the percentages of services and other costs associated with the teams that are not reimbursable under medicaid. The department may allow regional support networks which have nonmedicaid reimbursable costs that are higher than the nonmedicaid allocation they receive under this section to supplement these funds with local dollars or funds received under section 204(1)(e) of this act. The department and regional support networks shall maintain consistency with all essential elements of the PACT evidence-based practice model in programs funded under this section.

(g) The number of nonforensic beds allocated for use by regional support networks at eastern state hospital shall be 192 per day. The

1 number of nonforensic beds allocated for use by regional support
2 networks at western state hospital shall be 587 per day in fiscal
3 year 2016. Pursuant to Engrossed Second Substitute House Bill No.
4 2453 (state hospital oversight) or Substitute Senate Bill No. 6656
5 (state hospital practices), the department must transition and divert
6 enough patients with long term care needs from western state hospital
7 by January 1, 2017, to reduce the capacity needed for this population
8 by 30 beds and the department must reduce the number of nonforensic
9 beds allocated for use by regional support networks at western state
10 hospital to 557. The department may contract through a regional
11 support network for up to 30 local community hospital beds to provide
12 treatment to individuals on a 90 day involuntary commitment order and
13 must lower that regional support network's allocation of beds by the
14 number of contracted beds.

15 (h) From the general fund—state appropriations in this
16 subsection, the secretary of social and health services shall assure
17 that regional support networks reimburse the aging and disability
18 services administration for the general fund—state cost of medicaid
19 personal care services that enrolled regional support network
20 consumers use because of their psychiatric disability.

21 (i) The department is authorized to continue to contract
22 directly, rather than through contracts with regional support
23 networks, for children's long-term inpatient facility services.

24 (j) \$750,000 of the general fund—state appropriation for fiscal
25 year 2016 and \$750,000 of the general fund—state appropriation for
26 fiscal year 2017 are provided solely to continue performance-based
27 incentive contracts to provide appropriate community support services
28 for individuals with severe mental illness who were discharged from
29 the state hospitals as part of the expanding community services
30 initiative. These funds will be used to enhance community residential
31 and support services provided by regional support networks through
32 other state and federal funding.

33 (k) \$1,125,000 of the general fund—state appropriation for fiscal
34 year 2016 and \$1,125,000 of the general fund—state appropriation for
35 fiscal year 2017 are provided solely for the Spokane regional support
36 network to implement services to reduce utilization and the census at
37 eastern state hospital. Such services shall include:

1 (i) High intensity treatment team for persons who are high
2 utilizers of psychiatric inpatient services, including those with co-
3 occurring disorders and other special needs;

4 (ii) Crisis outreach and diversion services to stabilize in the
5 community individuals in crisis who are at risk of requiring
6 inpatient care or jail services;

7 (iii) Mental health services provided in nursing facilities to
8 individuals with dementia, and consultation to facility staff
9 treating those individuals; and

10 (iv) Services at the sixteen-bed evaluation and treatment
11 facility.

12 At least annually, the Spokane regional support network shall
13 assess the effectiveness of these services in reducing utilization at
14 eastern state hospital, identify services that are not optimally
15 effective, and modify those services to improve their effectiveness.

16 (l) \$1,204,000 of the general fund—state appropriation for fiscal
17 year 2016 and \$1,204,000 of the general fund—state appropriation for
18 fiscal year 2017 are provided solely to reimburse Pierce and Spokane
19 counties for the cost of conducting 180-day commitment hearings at
20 the state psychiatric hospitals.

21 (m) Regional support networks may use local funds to earn
22 additional federal medicaid match, provided the locally matched rate
23 does not exceed the upper-bound of their federally allowable rate
24 range, and provided that the enhanced funding is used only to provide
25 medicaid state plan or waiver services to medicaid clients.
26 Additionally, regional support networks may use a portion of the
27 state funds allocated in accordance with (e) of this subsection to
28 earn additional medicaid match, but only to the extent that the
29 application of such funds to medicaid services does not diminish the
30 level of crisis and commitment, community inpatient, residential
31 care, and outpatient services presently available to persons not
32 eligible for medicaid.

33 (n) \$2,291,000 of the general fund—state appropriation for fiscal
34 year 2016 and \$2,291,000 of the general fund—state appropriation for
35 fiscal year 2017 are provided solely for mental health services for
36 mentally ill offenders while confined in a county or city jail and
37 for facilitating access to programs that offer mental health services
38 upon release from confinement.

1 (o) Within the amounts appropriated in this section, funding is
2 provided for the department to develop and phase in intensive mental
3 health services for high needs youth consistent with the settlement
4 agreement in *T.R. v. Dreyfus and Porter*.

5 (p) (~~(\$11,405,000)~~) \$9,184,000 of the general fund—state
6 appropriation for fiscal year 2016, \$11,405,000 of the general fund—
7 state appropriation for fiscal year 2017, and \$17,680,000 of the
8 general fund—federal appropriation are provided solely for
9 enhancement of community mental health services. The department must
10 contract these funds for the operation of community programs in which
11 the department determines there is a need for capacity that allows
12 individuals to be diverted or transitioned from the state hospitals
13 including but not limited to: (i) Community hospital or free standing
14 evaluation and treatment services providing short-term detention and
15 commitment services under the involuntary treatment act to be located
16 in the geographic areas of the King regional support network, the
17 Spokane regional support network outside of Spokane county, and the
18 Thurston Mason regional support network; (ii) one new full program of
19 an assertive community treatment team in the King regional support
20 network and two new half programs of assertive community treatment
21 teams in the Spokane regional support network and the Pierce regional
22 support network; and (iii) three new recovery support services
23 programs in the Grays Harbor regional support network, the greater
24 Columbia regional support network, and the north sound regional
25 support network. In contracting for community evaluation and
26 treatment services, the department may not use these resources in
27 facilities that meet the criteria to be classified under federal law
28 as institutions for mental diseases. If the department is unable to
29 come to a contract agreement with a designated regional support
30 network for any of the services identified above, it may consider
31 contracting for that service in another regional support network that
32 has the need for such service.

33 (q) The appropriations in this section include a reduction of
34 \$16,462,000 in general fund—state and \$16,468,000 of general fund—
35 federal expenditure authority. This reduction must be achieved by
36 reducing regional support network medicaid rates for disabled adults,
37 nondisabled adults, disabled children, and nondisabled children. No
38 regional support network rate may be lowered below the low end of the
39 rate range that is certified as actuarially sound. The department

1 must work to develop updated minimum and maximum reserve levels that
2 reflect the changes in the number of medicaid eligible individuals
3 since reserve levels were originally set as well as the integration
4 of substance use disorder services into managed care contracts funded
5 within the amounts appropriated in this section. The department must
6 submit a report to the office of financial management and the
7 appropriate fiscal committees of the legislature by December 1, 2015,
8 that includes the revised minimum and maximum reserve levels for
9 medicaid and nonmedicaid behavioral health organization contracts.

10 (r) (~~(\$1,394,000)~~) \$300,000 of the general fund—state
11 appropriation for fiscal year 2016, \$1,394,000 of the general fund—
12 state appropriation for fiscal year 2017, and \$2,020,000 of the
13 general fund—federal appropriation are provided solely for
14 implementation of chapter 7, Laws of 2015 1st sp. sess. (2E2SSB 5177)
15 (timeliness of competency evaluation and restoration services).
16 Regional support networks must use the amounts for outpatient mental
17 health treatment costs associated with implementation of the bill.

18 (s) \$1,500,000 of the general fund—state appropriation for fiscal
19 year 2017 is provided solely to support the southwest Washington
20 region in transitioning to become an early adopter for full
21 integration of physical and behavioral health care. These amounts
22 must be used to provide a reserve for nonmedicaid services in the
23 region and to stabilize the new crisis services system. The
24 department and the health care authority must develop a memorandum of
25 understanding on the use of these funds.

26 (t) By April 1, 2016, the department must establish minimum and
27 maximum funding levels for all reserves allowed under behavioral
28 health organization contracts and insert contract language that
29 clearly states the requirements and limitations. The department must
30 monitor and ensure that behavioral health organization reserves do
31 not exceed maximum levels. The department must monitor behavioral
32 health organization revenue and expenditure reports and must require
33 a behavioral health organization to submit a corrective action plan
34 on how it will spend its excess reserves within a reasonable period
35 of time, when its reported reserves exceed maximum levels established
36 under the contract. The department must review and approve such plans
37 and monitor to ensure compliance. If the department determines that a
38 behavioral health organization has failed to provide an adequate
39 excess reserve corrective action plan or is not complying with an

1 approved plan, the department must reduce payments to the behavioral
2 health organization in accordance with remedial actions provisions
3 included in the contract. These reductions in payments must continue
4 until the department determines that the behavioral health
5 organization has come into substantial compliance with an approved
6 excess reserve corrective action plan.

7 (u) \$2,000,000 of the general fund—state appropriation for fiscal
8 year 2017 and \$762,000 of the general fund—federal appropriation for
9 fiscal year 2017 are provided solely for four housing support and
10 step down services teams.

11 (v) \$1,760,000 of the general fund—federal appropriation is
12 provided solely for a pilot project to put peer bridging staff into
13 each regional support network as part of the state psychiatric
14 liaison teams to promote continuity of service as individuals return
15 to their communities. The department must collect and make available
16 data on the impact of peer staff on state hospital discharges and
17 community placements.

18 (w) \$417,000 of the general fund—state appropriation for fiscal
19 year 2017 and \$179,000 of the general fund—federal appropriation are
20 provided solely for implementation of Second Substitute House Bill
21 No. 1448 (suicide threat response). If the bill is not enacted by
22 June 30, 2016, the amounts provided in this subsection shall lapse.

23 (2) INSTITUTIONAL SERVICES

24	General Fund—State Appropriation (FY 2016).	((\$170,364,000))
25		<u>\$178,731,000</u>
26	General Fund—State Appropriation (FY 2017).	((\$181,757,000))
27		<u>\$196,851,000</u>
28	General Fund—Federal Appropriation.	((\$162,866,000))
29		<u>\$165,365,000</u>
30	General Fund—Private/Local Appropriation.	((\$56,669,000))
31		<u>\$49,742,000</u>
32	<u>Governor's Behavioral Health Innovation Fund—State</u>	
33	<u>Appropriation.</u>	<u>\$6,777,000</u>
34	TOTAL APPROPRIATION.	((\$571,656,000))
35		<u>\$597,466,000</u>

36 The appropriations in this subsection are subject to the
37 following conditions and limitations:

1 (a) The state psychiatric hospitals may use funds appropriated in
2 this subsection to purchase goods and supplies through hospital group
3 purchasing organizations when it is cost-effective to do so.

4 (b) \$231,000 of the general fund—state appropriation for fiscal
5 year 2016 and \$231,000 of the general fund—state appropriation for
6 fiscal year 2017 are provided solely for a community partnership
7 between western state hospital and the city of Lakewood to support
8 community policing efforts in the Lakewood community surrounding
9 western state hospital. The amounts provided in this subsection
10 (2)(b) are for the salaries, benefits, supplies, and equipment for
11 one full-time investigator, one full-time police officer, and one
12 full-time community service officer at the city of Lakewood.

13 (c) \$45,000 of the general fund—state appropriation for fiscal
14 year 2016 and \$45,000 of the general fund—state appropriation for
15 fiscal year 2017 are provided solely for payment to the city of
16 Lakewood for police services provided by the city at western state
17 hospital and adjacent areas.

18 (d) \$9,571,000 of the general fund—state appropriation for fiscal
19 year 2016 and \$17,287,000 of the general fund—state appropriation for
20 fiscal year 2017 are provided solely for implementation of efforts to
21 improve the timeliness of competency restoration services pursuant to
22 chapter 5, Laws of 2015 (SSB 5889) (timeliness of competency
23 treatment and evaluation services). This funding must be used to
24 increase the number of forensic beds at western state hospital to
25 three hundred thirty and the number of forensic beds at eastern state
26 hospital to one hundred twenty-five by June 30, 2017. Pursuant to
27 chapter 7, Laws of 2015 1st sp. sess. (2E2SSB 5177) (timeliness of
28 competency treatment and evaluation services), the department may
29 contract some of these amounts for services at alternative locations
30 if the secretary determines that there is a need.

31 (e) \$2,349,000 of the general fund—state appropriation for fiscal
32 year 2016 and \$2,318,000 of the general fund—state appropriation for
33 fiscal year 2017 are provided solely for implementation of efforts to
34 improve the timeliness of competency evaluation services for
35 individuals who are in local jails pursuant to chapter 5, Laws of
36 2015 (SSB 5889) (timeliness of competency treatment and evaluation
37 services). This funding must be used solely to increase the number of
38 staff providing competency evaluation services.

1 (f) \$135,000 of the general fund—state appropriation for fiscal
2 year 2017 is provided solely for the department to hire an on-site
3 safety compliance officer, stationed at Western State Hospital, to
4 provide oversight and accountability of the hospital's response to
5 safety concerns regarding the hospital's work environment.

6 (g) \$600,000 of the general fund—state appropriation for fiscal
7 year 2017 is provided solely for the department to contract with the
8 University of Washington department of psychiatry and behavioral
9 sciences. The University of Washington shall conduct an analysis and
10 develop a plan to create a high quality forensic teaching unit in
11 collaboration with Western State Hospital. The plan shall include an
12 appraisal of risks, barriers, and benefits to implementation as well
13 as an implementation timeline. The University of Washington shall
14 report to the department, the office of financial management, and
15 relevant policy and fiscal committees of the legislature on findings
16 and recommendations by November 1, 2017.

17 (h) \$6,777,000 of the governor's behavioral health innovation
18 fund appropriation is provided solely to improve the quality of care,
19 patient and staff safety, and the efficiency of operations at the
20 state hospitals pursuant to Engrossed Second Substitute House Bill
21 No. 2453 (state hospital oversight) or Substitute Senate Bill No.
22 6656 (state hospital practices). In accordance with Engrossed Second
23 Substitute House Bill No. 2453 or Substitute Senate Bill No. 6656,
24 the department must apply to and receive approval from the office of
25 financial management prior to expending appropriations from this
26 account. If neither bill is enacted by June 30, 2016, the amounts
27 provided in this subsection shall lapse. It is the intent of the
28 legislature that the ongoing costs of services that are implemented
29 through these amounts be considered as maintenance level in the
30 fiscal year 2017-2019 operating budget.

31 (i) \$510,000 of the general fund—state appropriation for fiscal
32 year 2016 and \$6,256,000 of the general fund—state appropriation for
33 fiscal year 2017 are provided solely to increase the number of funded
34 registered nurses at western state hospital by 51 positions by July
35 1, 2016. If the department is unable to fill these positions by July
36 1, 2016, the department may develop an alternative plan for spending
37 the amount proportional to the positions that are not filled. This
38 plan must be submitted to the office of financial management
39 following the same process established in Engrossed Second Substitute

1 House Bill No. 2453 (state hospital oversight) or Substitute Senate
2 Bill No. 6656 (state hospital practices) for applying for funds in
3 the Governor's behavioral health innovation fund. The office of
4 financial management may, after receiving input from the select
5 committee created in Engrossed Second Substitute House Bill No. 2453
6 or Substitute Senate Bill No. 6656, approve that an amount
7 proportional to the positions that are not filled be spent on the
8 department's alternative plan.

9 (j) \$791,000 of the general fund—state appropriation for fiscal
10 year 2016, \$1,456,000 of the general fund—state appropriation for
11 fiscal year 2017, and \$199,000 of the general fund—federal
12 appropriation are provided solely for the unilateral implementation
13 of targeted job classification compensation increases as set forth in
14 section 903 of this act, effective December 1, 2015, at eastern and
15 western state hospitals. The legislature recognizes that the
16 compensation increases were necessitated by an emergency and an
17 imminent jeopardy determination by the centers for medicare and
18 medicaid services that relates to the safety and health of clients
19 and employees.

20 (k) \$611,000 of the general fund—state appropriation for fiscal
21 year 2016, \$2,264,000 of the general fund—state appropriation for
22 fiscal year 2017, and \$250,000 of the general fund—federal
23 appropriation are provided solely for the implementation of a
24 memorandum of understanding between the governor and the service
25 employees international union healthcare 1199nw amending the
26 collective bargaining agreement under chapter 41.80 RCW for the
27 2015-2017 fiscal biennium as set forth in section 902 of this act,
28 effective December 1, 2015, at eastern and western state hospitals
29 and the child study treatment center. The legislature recognizes that
30 the memorandum of understanding was necessitated by an emergency and
31 an imminent jeopardy determination by the center for medicare and
32 medicaid services that relates to the safety and health of clients
33 and employees.

34 (l) \$3,789,000 of the general fund—state appropriation for fiscal
35 year 2017 is provided solely to improve western state hospital
36 patient and employee safety by opening a civil ward in order to
37 reduce the patients per ward.

38 (m) \$224,000 of the general fund—state appropriation for fiscal
39 year 2017 is provided solely for the department to hire two staff for

western state hospital dedicated to discharge planning and coordination efforts between other parts of the department and with the regional support networks to more efficiently and properly discharge patients determined ready to go back to their communities.

(n) \$1,900,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the fifteen percent assignment pay increase for psychiatrist classifications at eastern and western state hospital granted during fiscal year 2015.

(o) \$891,000 of the general fund—state appropriation for fiscal year 2016, \$1,600,000 of the general fund—state appropriation for fiscal year 2017, and \$211,000 of the general fund—federal appropriation are provided solely for implementation of a new memorandum of understanding between the state and the union of physicians of Washington to increase compensation for physician and psychiatrist classifications under chapter 41.80 RCW for the 2015-2017 fiscal biennium pursuant to section 901 of this act. The memorandum of understanding reached between the state and the union of physicians of Washington effective December 1, 2015, is not approved. The amounts provided in this subsection are contingent on the state and the union of physicians of Washington reaching an agreement by June 30, 2016, that allows psychiatric advanced registered nurse practitioners and physician assistants to perform work and tasks that are currently or have been historically performed by physicians and psychiatrists at the state hospitals.

(p) \$19,000 of the general fund—state appropriation for fiscal year 2017 and \$1,000 of the general fund—federal appropriation are provided solely for nonrepresented state employees in targeted state employee job classifications as set forth in section 906 of this act.

(3) SPECIAL PROJECTS

General Fund—State Appropriation (FY 2016).	\$477,000
General Fund—State Appropriation (FY 2017).	\$490,000
General Fund—Federal Appropriation.	((\$6,291,000))
	<u>\$7,391,000</u>
TOTAL APPROPRIATION.	((\$7,258,000))
	<u>\$8,358,000</u>

The appropriations in this subsection are subject to the following conditions and limitations: \$446,000 of the general fund—state appropriation for fiscal year 2016, \$446,000 of the general

fund—state appropriation for fiscal year 2017, and \$178,000 of the general fund—federal appropriation are provided solely for the University of Washington's evidence-based practice institute which supports the identification, evaluation, and implementation of evidence-based or promising practices. The institute must work with the department to develop a plan to seek private, federal, or other grant funding in order to reduce the need for state general funds.

(4) PROGRAM SUPPORT

General Fund—State Appropriation (FY 2016).	((\$9,033,000))
	<u>\$9,779,000</u>
General Fund—State Appropriation (FY 2017).	((\$8,767,000))
	<u>\$9,120,000</u>
General Fund—Federal Appropriation.	((\$11,472,000))
	<u>\$12,025,000</u>
General Fund—Private/Local Appropriation.	\$502,000
TOTAL APPROPRIATION.	((\$29,774,000))
	<u>\$31,426,000</u>

The appropriations in this subsection are subject to the following conditions and limitations:

(a) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035, the department is authorized to adopt license and certification fees in fiscal years 2016 and 2017 to support the costs of the regulatory program. The department's fee schedule shall have differential rates for providers with proof of accreditation from organizations that the department has determined to have substantially equivalent standards to those of the department, including but not limited to the joint commission on accreditation of health care organizations, the commission on accreditation of rehabilitation facilities, and the council on accreditation. To reflect the reduced costs associated with regulation of accredited programs, the department's fees for organizations with such proof of accreditation must reflect the lower costs of licensing for these programs than for other organizations which are not accredited.

(b) In developing the new medicaid managed care rates under which the public mental health managed care system will operate, the department must seek to estimate the reasonable and necessary cost of efficiently and effectively providing a comparable set of medically necessary mental health benefits to persons of different acuity levels regardless of where in the state they live. The department

1 must report to the office of financial management and to the relevant
2 fiscal and policy committees of the legislature on its proposed new
3 mental health managed care rate-setting approach by August 1, 2015,
4 and again at least sixty days prior to implementation of new
5 capitation rates.

6 (c) Within the amounts appropriated in this section, funding is
7 provided for the department to continue to develop the child
8 adolescent needs and strengths assessment tool and build workforce
9 capacity to provide evidence based wraparound services for children,
10 consistent with the settlement agreement in *T.R. v. Dreyfus and*
11 *Porter*.

12 (d) Pursuant to Engrossed Second Substitute House Bill No. 2453
13 (state hospital oversight) or Substitute Senate Bill No. 6656 (state
14 hospital practices), \$260,000 of the general fund—state appropriation
15 for fiscal year 2017 is provided solely for the department to
16 contract with an external consultant to examine the clinical role of
17 staffing at the state hospitals. The consultant shall report to the
18 department, the office of financial management, and relevant
19 legislative policy and fiscal committees on the consultant's findings
20 and recommendations in accordance with the timelines established in
21 Engrossed Second Substitute House Bill No. 2453 or Substitute Senate
22 Bill No. 6656.

23 **Sec. 205.** 2015 3rd sp.s. c 4 s 205 (uncodified) is amended to
24 read as follows:

25 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—DEVELOPMENTAL**
26 **DISABILITIES PROGRAM**

27 (1) COMMUNITY SERVICES

28	General Fund—State Appropriation (FY 2016).	((\$507,106,000))
29		<u>\$515,567,000</u>
30	General Fund—State Appropriation (FY 2017).	((\$551,660,000))
31		<u>\$575,185,000</u>
32	General Fund—Federal Appropriation.	((\$1,067,621,000))
33		<u>\$1,098,035,000</u>
34	General Fund—Private/Local Appropriation.	\$534,000
35	TOTAL APPROPRIATION.	((\$2,126,921,000))
36		<u>\$2,189,321,000</u>

37 The appropriations in this subsection are subject to the
38 following conditions and limitations:

1 (a) Individuals receiving services as supplemental security
2 income (SSI) state supplemental payments shall not become eligible
3 for medical assistance under RCW 74.09.510 due solely to the receipt
4 of SSI state supplemental payments.

5 (b) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and
6 43.135.055, the department is authorized to increase nursing
7 facility, assisted living facility, and adult family home fees as
8 necessary to fully support the actual costs of conducting the
9 licensure, inspection, and regulatory programs. The license fees may
10 not exceed the department's annual licensing and oversight activity
11 costs and shall include the department's cost of paying providers for
12 the amount of the license fee attributed to medicaid clients.

13 (i) The current annual renewal license fee for adult family homes
14 shall be \$225 per bed beginning in fiscal year 2016 and \$225 per bed
15 beginning in fiscal year 2017. A processing fee of \$2,750 shall be
16 charged to each adult family home when the home is initially
17 licensed. This fee is nonrefundable.

18 (ii) The current annual renewal license fee for assisted living
19 facilities shall be \$106 per bed beginning in fiscal year 2016 and
20 \$106 per bed beginning in fiscal year 2017.

21 (iii) The current annual renewal license fee for nursing
22 facilities shall be \$359 per bed beginning in fiscal year 2016 and
23 \$359 per bed beginning in fiscal year 2017.

24 (c) \$8,571,000 of the general fund—state appropriation for fiscal
25 year 2016, \$18,181,000 of the general fund—state appropriation for
26 fiscal year 2017, and \$33,427,000 of the general fund—federal
27 appropriation are provided solely for the implementation of the
28 agreement reached between the governor and the service employees
29 international union healthcare 775nw under the provisions of chapters
30 74.39A and 41.56 RCW for the 2015-2017 fiscal biennium.

31 (d) The department shall reimburse with the exceptional care rate
32 adult family homes that provided care solely to clients with HIV/AIDS
33 on or before January 1, 2000, and continue to provide care solely to
34 clients with HIV/AIDS. The department shall not reduce the
35 exceptional care rate from the rate paid on October 1, 2013.

36 (e) \$774,000 of the general fund—state appropriation for fiscal
37 year 2016, \$1,547,000 of the general fund—state appropriation for
38 fiscal year 2017, and \$7,185,000 of the general fund—federal
39 appropriation are provided solely for a payment system that satisfies

1 medicaid requirements regarding time reporting for W-2 providers. The
2 amounts provided in this subsection are conditioned on the department
3 satisfying the requirements of the project management oversight
4 standards and policies established by the office of the chief
5 information officer.

6 (f) \$1,184,000 of the general fund—state appropriation for fiscal
7 year 2016, \$2,483,000 of the general fund—state appropriation for
8 fiscal year 2017, and \$4,638,000 of the general fund—federal
9 appropriation are provided solely for the homecare agency parity
10 impacts of the agreement between the governor and the service
11 employees international union healthcare 775nw.

12 (g) The department is authorized to establish limited exemption
13 criteria in rule to address RCW 74.39A.325 when a landline phone is
14 not available to the employee.

15 (h) The department may authorize a one-time waiver of all or any
16 portion of the licensing and processing fees required under RCW
17 70.128.060 in any case in which the department determines that an
18 adult family home is being relicensed because of exceptional
19 circumstances, such as death or incapacity of a provider, and that to
20 require the full payment of the licensing and processing fees would
21 present a hardship to the applicant. In these situations the
22 department is also granted the authority to waive the required
23 residential administrator training for a period of 120 days if
24 necessary to ensure continuity of care during the relicensing
25 process.

26 (i) The department of social and health services shall increase
27 the benchmark rates for community residential service businesses
28 providing supported living, group home, and licensed staff
29 residential services for people with developmental disabilities by
30 sixty cents starting July 1, 2015, and by an additional sixty cents
31 starting July 1, 2016.

32 (j) The department of social and health services shall
33 standardize the administrative rate for community residential service
34 businesses providing supported living, group home, and licensed staff
35 residential services for people with developmental disabilities
36 starting July 1, 2015.

37 (k) Community residential cost reports that are submitted by or
38 on behalf of contracted agency providers are required to include

1 information about agency staffing including health insurance, wages,
2 number of positions, and turnover.

3 (l) Within the amounts provided in this subsection, the
4 developmental disabilities administration must prepare a report that
5 describes options for modifying the current system of pre-vocational
6 services for individuals with developmental disabilities. The
7 developmental disabilities administration must not transition clients
8 receiving pre-vocational services into integrated settings until the
9 conclusion of the 2016 legislative session, unless there is a group
10 supported employment, individual employment, or community access
11 opportunity that is supported by the client and his or her legal
12 representative. If a client transitions out of a congregate setting
13 prior to December 1, 2016, then for each client, during the period
14 before and after leaving the congregate setting, the report must
15 describe the hours of service, hours worked, hourly wage, monthly
16 earnings, authorized waiver services, and per capita expenditures.
17 The report must be submitted to the appropriate fiscal and policy
18 committees of the legislature by January 1, 2016. At a minimum, the
19 report must describe the following options:

20 (i) Modify the current system to ensure compliance with rules
21 established by the centers for medicare and medicaid services;

22 (ii) Continue the current system without federal matching funds;
23 and

24 (iii) Transition clients out of congregate settings and into
25 integrated settings. Under this option, the report must describe an
26 anticipated phase-out schedule and medicaid waiver services that
27 could be authorized to mitigate the impact for transitioning clients.

28 (m) The department shall establish new rules and standards to
29 ensure that adult family homes are monitored and licensed to meet the
30 needs of young adults with a developmental disability. These adult
31 family homes may require a package of services including specialized
32 care assessment and planning, personal care, specialized
33 environmental features, and accommodations.

34 (n) \$650,000 of the general fund—state appropriation for fiscal
35 year 2016, \$650,000 of the general fund—state appropriation for
36 fiscal year 2017, and \$800,000 of the general fund—federal
37 appropriation are provided solely for the development and
38 implementation of eight enhanced respite beds across the state for
39 children. These services are intended to provide families and

caregivers with a break in caregiving, the opportunity for behavioral stabilization of the child, and the ability to partner with the state in the development of an individualized service plan that allows the child to remain in his or her family home. The department must provide the legislature with a respite utilization report by January 2, 2016, and each year thereafter that provides information about the number of children who have used enhanced respite in the preceding year, as well as the location and number of days per month that each respite bed was occupied.

(o) \$550,000 of the general fund—state appropriation for fiscal year 2016, \$550,000 of the general fund—state appropriation for fiscal year 2017, and \$700,000 of the general fund—federal appropriation are provided solely for the development and implementation of eight community respite beds across the state for adults. These services are intended to provide families and caregivers with a break in caregiving and the opportunity for stabilization of the individual in a community-based setting as an alternative to using a residential habilitation center to provide planned or emergent respite. The department must provide the legislature with a respite utilization report by January 2, 2016, and each year thereafter that provides information about the number of individuals who have used community respite in the preceding year, as well as the location and number of days per month that each respite bed was occupied.

(p) \$46,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the implementation of either Substitute Senate Bill No. 6329 (parent-to-parent) or House Bill No. 2394 (parent-to-parent program). If neither bill is enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(q) \$901,000 of the general fund—state appropriation for fiscal year 2017 and \$601,000 of the general fund—federal appropriation are provided solely for the implementation of Engrossed Second Substitute Senate Bill No. 6564 (providing protections for persons with developmental disabilities). If this bill is not enacted by June 30, 2016, the amounts provided in this subsection shall lapse.

(2) INSTITUTIONAL SERVICES

General Fund—State Appropriation (FY 2016).	(\$95,196,000))
	\$94,973,000
General Fund—State Appropriation (FY 2017).	(\$97,134,000))

1		<u>\$98,257,000</u>
2	General Fund—Federal Appropriation.	((\$180,106,000))
3		<u>\$180,543,000</u>
4	General Fund—Private/Local Appropriation.	\$23,041,000
5	TOTAL APPROPRIATION.	((\$395,477,000))
6		<u>\$396,814,000</u>

7 The appropriations in this subsection are subject to the
8 following conditions and limitations:

9 (a) Individuals receiving services as supplemental security
10 income (SSI) state supplemental payments shall not become eligible
11 for medical assistance under RCW 74.09.510 due solely to the receipt
12 of SSI state supplemental payments.

13 (b) \$721,000 of the general fund—state appropriation for fiscal
14 year 2016 and \$721,000 of the general fund—state appropriation for
15 fiscal year 2017 are for the department to fulfill its contracts with
16 the school districts under chapter 28A.190 RCW to provide
17 transportation, building space, and other support services as are
18 reasonably necessary to support the educational programs of students
19 living in residential habilitation centers.

20 (c) \$558,000 of the general fund—state appropriation for fiscal
21 year 2016, \$558,000 of the general fund—state appropriation for
22 fiscal year 2017, and \$1,074,000 of the general fund—federal
23 appropriation are for specialized services required by the centers
24 for medicare and medicaid services as a result of preadmission
25 screening and resident review assessments.

26 (d) \$2,978,000 of the general fund—state appropriation for fiscal
27 year 2016, \$2,978,000 of the general fund—state appropriation for
28 fiscal year 2017, and \$5,956,000 of the general fund—federal
29 appropriation are for additional staff to ensure compliance with
30 centers for medicare and medicaid services requirements for
31 habilitation, nursing care, staff safety, and client safety at the
32 residential habilitation centers.

33 (e) The residential habilitation centers may use funds
34 appropriated in this subsection to purchase goods and supplies
35 through hospital group purchasing organizations when it is cost-
36 effective to do so.

37 (f) \$100,000 of the general fund—state appropriation for fiscal
38 year 2016, \$100,000 of the general fund—state appropriation for
39 fiscal year 2017, and \$200,000 of the general fund—federal

1 appropriation are provided solely for respite services in an existing
2 eight-bed cottage at Yakima valley school for individuals who are
3 developmentally disabled and in need of crisis stabilization support.

4 (g) \$834,000 of the general fund—state appropriation for fiscal
5 year 2017 and \$833,000 of the general fund—federal appropriation are
6 provided solely for an additional eight planned respite beds at
7 Yakima valley school.

8 (3) PROGRAM SUPPORT

9 General Fund—State Appropriation (FY 2016). ((~~\$3,031,000~~))
10 \$2,604,000
11 General Fund—State Appropriation (FY 2017). ((~~\$2,824,000~~))
12 \$2,422,000
13 General Fund—Federal Appropriation. ((~~\$3,462,000~~))
14 \$3,164,000
15 TOTAL APPROPRIATION. ((~~\$9,317,000~~))
16 \$8,190,000

17 (4) SPECIAL PROJECTS

18 General Fund—State Appropriation (FY 2016). ((~~\$1,403,000~~))
19 \$92,000
20 General Fund—State Appropriation (FY 2017). ((~~\$1,403,000~~))
21 \$55,000
22 General Fund—Federal Appropriation. ((~~\$1,206,000~~))
23 \$1,103,000
24 TOTAL APPROPRIATION. ((~~\$4,012,000~~))
25 \$1,250,000

26 **Sec. 206.** 2015 3rd sp.s. c 4 s 206 (uncodified) is amended to
27 read as follows:

28 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—AGING AND ADULT**
29 **SERVICES PROGRAM**

30 General Fund—State Appropriation (FY 2016). ((~~\$923,349,000~~))
31 \$909,817,000
32 General Fund—State Appropriation (FY 2017). ((~~\$1,005,649,000~~))
33 \$1,030,159,000
34 General Fund—Federal Appropriation. ((~~\$2,376,289,000~~))
35 \$2,385,151,000
36 General Fund—Private/Local Appropriation. ((~~\$33,990,000~~))
37 \$33,797,000

Traumatic Brain Injury Account—State Appropriation.	((\$3,396,000))
	<u>\$3,968,000</u>
<u>Assisted Living Facility Temporary Management</u>	
Account—Federal Appropriation.	\$500,000
Adult Family Home Account—Federal Appropriation.	\$500,000
Skilled Nursing Facility Safety Net Trust Account—	
State Appropriation.	\$133,360,000
TOTAL APPROPRIATION.	((\$4,476,033,000))
	<u>\$4,497,252,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) For purposes of implementing chapter 74.46 RCW, the weighted average nursing facility payment rate shall not exceed \$178.87 for fiscal year 2016 and shall not exceed ((~~\$191.87~~)) \$197.33 for fiscal year 2017((~~, including the rate add-ons described in (a), (b), and (g) of this subsection~~)). There will be no adjustments for economic trends and conditions in fiscal years 2016 and 2017. The economic trends and conditions factor or factors defined in the biennial appropriations act shall not be compounded with the economic trends and conditions factor or factors defined in any other biennial appropriations acts before applying it to the component rate allocations established in accordance with chapter 74.46 RCW. When no economic trends and conditions factor for either fiscal year is defined in a biennial appropriations act, no economic trends and conditions factor or factors defined in any earlier biennial appropriations act shall be applied solely or compounded to the component rate allocations established in accordance with chapter 74.46 RCW.

(a) For fiscal year 2016 within the funds provided, the department shall continue to provide an add-on per medicaid resident day per facility not to exceed \$1.57. The add-on shall be used to increase wages, benefits, and/or staffing levels for certified nurse aides; or to increase wages and/or benefits for dietary aides, housekeepers, laundry aides, or any other category of worker whose statewide average dollars-per-hour wage was less than \$15 in calendar year 2008, according to cost report data. The add-on may also be used to address resulting wage compression for related job classes immediately affected by wage increases to low-wage workers. For fiscal year 2016 within funds provided, the department shall provide

1 an additional add-on per medicaid resident day per facility not to
2 exceed the industry weighted average rate of \$2.44. The add-on shall
3 be used to increase wages, benefits, and/or staffing levels for
4 certified nurse aides; or to increase wages and/or benefits for
5 dietary aides, housekeepers, laundry aides, or any other category of
6 worker whose statewide average dollars-per-hour wage was less than
7 \$17 in calendar year 2012, according to cost report data. The
8 department shall continue reporting requirements and a settlement
9 process to ensure that the funds are spent according to this
10 subsection.

11 (b) The department shall do a comparative analysis of the
12 facility-based payment rates calculated on July 1, 2015, using the
13 payment methodology defined in chapter 74.46 RCW and as funded in the
14 omnibus appropriations act, excluding the low wage worker add-on
15 found in (a) of this subsection, the rate add-ons for direct care,
16 support services, and therapy care found in (g) of this subsection,
17 the comparative add-on, acuity add-on, and safety net reimbursement,
18 to the facility-based payment rates in effect June 30, 2010. For
19 fiscal year 2016, if the facility-based payment rate calculated on
20 July 1, 2015, is smaller than the facility-based payment rate on June
21 30, 2010, then the difference shall be provided to the individual
22 nursing facilities as an add-on payment per medicaid resident day.

23 (c) During the comparative analysis performed in subsection (b)
24 of this section, for fiscal year 2016, if it is found that the direct
25 care rate for any facility calculated using the payment methodology
26 defined in chapter 74.46 RCW and as funded in the omnibus
27 appropriations act, excluding the low wage worker add-on found in (a)
28 of this subsection, the rate add-ons for direct care, support
29 services, and therapy care found in (g) of this subsection, the
30 comparative add-on, acuity add-on, and safety net reimbursement, is
31 greater than the direct care rate in effect on June 30, 2010, then
32 the facility shall receive a ten percent direct care rate add-on to
33 compensate that facility for taking on more acute clients than they
34 have in the past.

35 (d) The department shall provide a medicaid rate add-on to
36 reimburse the medicaid share of the skilled nursing facility safety
37 net assessment as a medicaid allowable cost. The nursing facility
38 safety net rate add-on may not be included in the calculation of the
39 annual statewide weighted average nursing facility payment rate.

1 (e) The rate add-on provided in (c) of this subsection is subject
2 to the reconciliation and settlement process provided in RCW
3 74.46.022(6).

4 (f) If the waiver requested from the federal centers for medicare
5 and medicaid services in relation to the safety net assessment is for
6 any reason disapproved, (b), (c), (d), (g), and the fiscal year 2016
7 additional add-on in (a) of this subsection do not apply.

8 (g) For fiscal year 2016, the department shall provide the
9 following rate add-ons per medicaid resident day:

10 (i) A direct care rate add-on of \$3.63 per medicaid resident day;

11 (ii) A support services rate add-on of \$1.12 per medicaid
12 resident day; and

13 (iii) A therapy care rate add-on of \$0.05 per patient day.

14 This subsection (1)(g) is subject to the reconciliation and
15 settlement process provided in RCW 74.46.022(6).

16 (h) Beginning July 1, 2016, a nursing home provider's direct care
17 rate shall be set so that it does not exceed one hundred and eighteen
18 percent of its base year's direct care allowable costs except if the
19 provider is below the minimum staffing standard established in RCW
20 74.42.360(2).

21 (2) In accordance with chapter 74.46 RCW, the department shall
22 issue no additional certificates of capital authorization for fiscal
23 year 2016 and no new certificates of capital authorization for fiscal
24 year 2017 and shall grant no rate add-ons to payment rates for
25 capital improvements not requiring a certificate of need and a
26 certificate of capital authorization for fiscal years 2016 and 2017.

27 (3) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and
28 43.135.055, the department is authorized to increase nursing
29 facility, assisted living facility, and adult family home fees as
30 necessary to fully support the actual costs of conducting the
31 licensure, inspection, and regulatory programs. The license fees may
32 not exceed the department's annual licensing and oversight activity
33 costs and shall include the department's cost of paying providers for
34 the amount of the license fee attributed to medicaid clients.

35 (a) The current annual renewal license fee for adult family homes
36 shall be \$225 per bed beginning in fiscal year 2016 and \$225 per bed
37 beginning in fiscal year 2017. A processing fee of \$2,750 shall be
38 charged to each adult family home when the home is initially
39 licensed. This fee is nonrefundable.

1 (b) \$193,000 of the general fund—state appropriation for fiscal
2 year 2017 is provided solely to the department to implement a new
3 processing fee of \$700 when adult family home providers file a change
4 of ownership application.

5 (c) The current annual renewal license fee for assisted living
6 facilities shall be \$106 per bed beginning in fiscal year 2016 and
7 \$106 per bed beginning in fiscal year 2017.

8 ~~((+e))~~ (d) The current annual renewal license fee for nursing
9 facilities shall be \$359 per bed beginning in fiscal year 2016 and
10 \$359 per bed beginning in fiscal year 2017.

11 (4) The department is authorized to place long-term care clients
12 residing in nursing homes and paid for with state only funds into
13 less restrictive community care settings while continuing to meet the
14 client's care needs.

15 (5) \$3,095,000 of the general fund—state appropriation for fiscal
16 year 2017 and \$3,095,000 of the general fund—federal appropriation
17 are provided within existing appropriations solely to exempt the five
18 highest acuity resource utilization group categories (beginning with
19 PC2 through PE2) from the adjustment to case mix index per RCW
20 74.46.485. Nursing homes shall be required to notify the department's
21 identified home and community services division contact within 30
22 days of a medicaid resident being identified in one of the five
23 lowest resource utilization group categories (beginning with PA1
24 through PC1). The department shall complete an assessment of those
25 residents who desire to transition into a community setting. The
26 department shall identify within 30 days whether an alternate setting
27 of the client's choosing is available to meet the resident's needs.
28 Nursing homes shall work collaboratively with the department to
29 transition into the community at least ninety-six residents, assessed
30 in the five lowest acuity resource utilization group categories (PA1
31 through PC1). For the first two quarters of fiscal year 2017, the
32 downward adjustment shall be no greater than thirteen percent. If,
33 after the first two quarters of fiscal year 2017, the department
34 determines the nursing homes are not making sufficient progress
35 towards moving ninety-six residents from the five lowest resource
36 utilization group categories (PA1 through PC1) into the community,
37 the department is authorized to increase the downward adjustment to
38 no greater than twenty percent for the lowest four resource
39 utilization group categories (PA1 through PB2).

1 (6) \$19,747,000 of the general fund—state appropriation for
2 fiscal year 2016, \$41,807,000 of the general fund—state appropriation
3 for fiscal year 2017, and \$76,770,000 of the general fund—federal
4 appropriation are provided solely for the implementation of the
5 agreement reached between the governor and the service employees
6 international union healthcare 775nw under the provisions of chapters
7 74.39A and 41.56 RCW for the 2015-2017 fiscal biennium.

8 ~~((+6+))~~ (7) \$1,840,000 of the general fund—state appropriation
9 for fiscal year 2016 and \$1,877,000 of the general fund—state
10 appropriation for fiscal year 2017 are provided solely for operation
11 of the volunteer services program. Funding shall be prioritized
12 towards serving populations traditionally served by long-term care
13 services to include senior citizens and persons with disabilities.

14 ~~((+7+))~~ (8) \$2,447,000 of the general fund—state appropriation
15 for fiscal year 2016, \$4,894,000 of the general fund—state
16 appropriation for fiscal year 2017, and \$22,725,000 of the general
17 fund—federal appropriation are provided solely for a payment system
18 that satisfies medicaid requirements regarding time reporting for W-2
19 providers. The amounts provided in this subsection are conditioned on
20 the department satisfying the requirements of the project management
21 oversight standards and policies established by the office of the
22 chief information officer.

23 ~~((+8+))~~ (9) The department is authorized to establish limited
24 exemption criteria in rule to address RCW 74.39A.325 when a landline
25 phone is not available to the employee.

26 ~~((+9+))~~ (10) \$7,552,000 of the general fund—state appropriation
27 for fiscal year 2016, \$15,974,000 of the general fund—state
28 appropriation for fiscal year 2017, and \$29,742,000 of the general
29 fund—federal appropriation are provided solely for the homecare
30 agency parity impacts of the agreement between the governor and the
31 service employees international union healthcare 775nw.

32 ~~((+10+))~~ (11) Within the amounts appropriated in this section of
33 the general fund—state appropriation for fiscal years 2016 and 2017,
34 the department shall assist the legislature to continue the work of
35 the joint legislative executive committee on planning for aging and
36 disability issues that is established by this subsection.

37 (a) A joint legislative executive committee on aging and
38 disability is continued, with members as provided in this subsection.

1 (i) Four members of the senate, with the leaders of the two
2 largest caucuses each appointing two members. Four members of the
3 house of representatives, with the leaders of the two largest
4 caucuses each appointing two members;

5 (ii) A member from the office of the governor, appointed by the
6 governor;

7 (iii) The secretary of the department of social and health
8 services or his or her designee;

9 (iv) The director of the health care authority or his or her
10 designee;

11 (v) A member from disability rights Washington and a member from
12 the long-term care ombuds;

13 (vi) The insurance commissioner or his or her designee, who shall
14 serve as an ex officio member; and

15 (vii) Other agency directors or designees as necessary.

16 (b) The committee must make recommendations and continue to
17 identify key strategic actions to prepare for the aging of the
18 population in Washington, including state budget and policy options,
19 by conducting at least, but not limited to, the following tasks:

20 (i) Identify strategies to better serve the health care needs of
21 an aging population and people with disabilities to promote healthy
22 living and palliative care planning;

23 (ii) Identify policy options to create financing mechanisms for
24 long-term service and supports that allow individuals and families to
25 meet their needs for service;

26 (iii) Identify policies to promote financial security in
27 retirement, support people who wish to stay in the workplace longer,
28 and expand the availability of workplace retirement savings plans;

29 (iv) Identify implementation strategies for the Bree
30 collaborative palliative care and related guidelines;

31 (v) Review the regulation of continuing care retirement
32 communities and ways to protect those who reside in them, including
33 the consideration of effective disclosures to residents;

34 (vi) Identify the needs of older people and people with
35 disabilities for high quality public and private guardianship
36 services and information about assisted decision-making options;

37 (vii) Identify options for promoting client safety through
38 residential care services and consider methods of protecting older
39 people and people with disabilities from physical abuse and financial
40 exploitation; and

1 (viii) Identify other policy options and recommendations to help
2 communities adapt to the aging demographic in planning for housing,
3 land use, and transportation.

4 (c) Staff support for the committee shall be provided by the
5 office of program research, senate committee services, the office of
6 financial management, and the department of social and health
7 services.

8 (d) Within existing appropriations, the cost of meetings must be
9 paid jointly by the senate, house of representatives, and the office
10 of financial management. Joint committee expenditures are subject to
11 approval by the senate facilities and operations committee and the
12 house of representatives executive rules committee, or their
13 successor committees. The joint committee members may be reimbursed
14 for travel expenses as authorized under RCW 43.03.050 and 43.03.060,
15 and chapter 44.04 RCW as appropriate. Advisory committee members may
16 not receive compensation or reimbursement for travel and expenses.

17 (e) At least one committee meeting must be devoted to a
18 discussion of strategies to improve the quality of care, client
19 safety and well-being, and staff safety within all community and
20 institutional settings. During the meeting, committee members must
21 receive a comprehensive review of findings since fiscal year 2010 by
22 the centers for medicare and medicaid services, and residential care
23 services, in community settings, nursing homes, and each of the
24 residential habilitation centers, with an emphasis on medical errors,
25 inconsistencies between service plans and services provided, the use
26 of restraints, and existence of hazardous environmental conditions.

27 (f) The committee shall issue an addendum report to the
28 legislature by December 10, 2015, and issue final recommendations to
29 the governor and relevant standing committees of the legislature by
30 December 10, 2016. The addendum report to the legislature must
31 include the following:

32 (i) A description of the oversight role for residential care
33 services, the long-term care ombuds, the centers for medicare and
34 medicaid services, and disability rights Washington;

35 (ii) From the provider perspective, and the perspective of a
36 state agency, an overview of the process for reviewing and responding
37 to findings by residential care services and the centers for medicare
38 and medicaid services;

39 (iii) A description of the process for notifying the office of
40 the governor and the legislature when problems with quality of care,

client safety and well-being, or staff safety arise within community or institutional settings;

(iv) A compilation of findings since fiscal year 2010 by the centers for medicare and medicaid services, and residential care services, at the residential habilitation centers, nursing facilities, supported living, assisted living, group homes, companion homes, adult family homes, and all other community based providers;

(v) An annotated and detailed list of all responses to findings by the centers for medicare and medicaid services, and residential care services, specific to audits of the nursing facility at lakeland village since fiscal year 2010;

(vi) Review the regulation of continuing care retirement communities and ways to protect those who reside in them, including the consideration of effective disclosures to residents;

(vii) Identify the needs of older people and people with disabilities for high quality public and private guardianship services and information about assisted decision-making options;

(viii) Identify options for promoting client safety through residential care services and consider methods of protecting older people and people with disabilities from physical abuse and financial exploitation; and

(ix) A description of the method in place to ascertain the outcome of responses to findings.

~~((+11+))~~ (12) \$5,094,000 of the general fund—state appropriation for fiscal year 2016 and \$5,094,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for services and support to individuals who are deaf, hard of hearing, or deaf-blind.

~~((+12+))~~ (13) The department may authorize a one-time waiver of all or any portion of the licensing and processing fees required under RCW 70.128.060 in any case in which the department determines that an adult family home is being relicensed because of exceptional circumstances, such as death or incapacity of a provider, and that to require the full payment of the licensing and processing fees would present a hardship to the applicant. In these situations the department is also granted the authority to waive the required residential administrator training for a period of 120 days if necessary to ensure continuity of care during the relicensing process.

1 (~~((13))~~) (14) The department shall reimburse with the exceptional
2 care rate adult family homes that provided care solely to clients
3 with HIV/AIDS on or before January 1, 2000, and continue to provide
4 care solely to clients with HIV/AIDS. The department shall not reduce
5 the exceptional care rate from the rate paid on October 1, 2013.

6 (~~((14))~~) (15)(a) \$100,000 of the general fund—state appropriation
7 for fiscal year 2016, \$100,000 of the general fund—private/local
8 appropriation, and \$200,000 of the general fund—federal appropriation
9 are provided solely for the department of social and health services
10 to contract for an independent feasibility study and actuarial
11 modeling of public and private options for leveraging private
12 resources to help individuals prepare for long-term services and
13 supports needs. The study must model two options: (i) A public long-
14 term care benefit for workers, funded through a payroll deduction
15 that would provide a time-limited long-term care insurance benefit;
16 and (ii) a public-private reinsurance or risk-sharing model, with the
17 purpose of providing a stable and ongoing source of reimbursement to
18 insurers for a portion of their catastrophic long-term services and
19 supports losses in order to provide additional insurance capacity for
20 the state.

21 (b) The report must include input from the joint committee on
22 aging and disability and other interested stakeholders. The report
23 must also include an analysis of each option based on: (i) The
24 expected costs and benefits for participants; (ii) the total
25 anticipated number of participants; (iii) the projected savings to
26 the state medicaid program, if any; and (iv) legal and financial
27 risks to the state.

28 (c) The department must provide status updates to the joint
29 legislative executive committee on aging and disability. The
30 feasibility study and actuarial analysis shall be completed and
31 submitted to the department of social and health services by December
32 20, 2016. The department shall submit a report, including the
33 director's findings and recommendations based on the feasibility
34 study and actuarial analysis, to the governor and the legislature by
35 January 1, 2017.

36 (~~((15))~~) (16) \$6,195,000 of the general fund—state appropriation
37 for fiscal year 2016, \$13,195,000 of the general fund—state
38 appropriation for fiscal year 2017, and \$20,288,000 of the general
39 fund—federal appropriation are provided solely to implement House

1 Bill No. 1274 (nursing home payment rates). (~~If the bill is not~~
2 ~~enacted by July 10, 2015, the amounts in this subsection shall lapse.~~

3 ~~(16))~~ (17) Within available funds, the aging and long term
4 support administration must create a unit within adult protective
5 services that specializes in the investigation of financial abuse
6 allegations and self-neglect allegations.

7 ~~((17))~~ (18) \$58,000 of the general fund—state appropriation for
8 fiscal year 2016, \$58,000 of the general fund—state appropriation for
9 fiscal year 2017, and \$114,000 of the general fund—federal
10 appropriation are provided solely to implement Substitute Senate Bill
11 No. 5877 (due process for adult family homes).

12 (19) \$468,000 of the general fund—state appropriation for fiscal
13 year 2017 is provided solely to expand the kinship navigator program
14 to the Colville Indian reservation, Yakama Nation, and other tribal
15 areas currently without kinship navigator services.

16 (20) \$37,000 of the general fund—state appropriation for fiscal
17 year 2017 is provided solely to implement Second Substitute House
18 Bill No. 2726 (retirement communities). If the bill is not enacted by
19 June 30, 2016, the amount provided in this subsection shall lapse.

20 (21) The department shall provide the legislature an analysis of
21 expenditures for medicaid clients served in adult family homes and
22 assisted living facilities by acuity level. The analysis shall
23 include all services provided to medicaid clients in each care
24 setting, including all services covered by the daily rate, and
25 services provided in addition to the daily rate. The department shall
26 submit the report to the legislature by November 15, 2016.

27 (22) \$308,000 of the general fund—state appropriation for fiscal
28 year 2017 and \$77,000 of the general fund—federal appropriation are
29 provided solely for the implementation of Engrossed Second Substitute
30 Senate Bill No. 6564 (providing protections for persons with
31 developmental disabilities). If this bill is not enacted by June 30,
32 2016, the amounts provided in this subsection shall lapse.

33 (23) \$537,000 of the general fund—state appropriation for fiscal
34 year 2017 and \$538,000 of the general fund—federal appropriation are
35 provided solely for implementation of Substitute Senate Bill No. 6656
36 (state hospital practices) or Engrossed Second Substitute House Bill
37 No. 2453 (state hospital oversight). The department shall contract
38 with a nursing home facility with an enhanced staffing model able to
39 care for patients coming out of western state hospital. The

department must identify and must discharge at least thirty patients from a geriatric ward at western state hospital to alternative settings by January 1, 2017, by utilizing enhanced services facilities and enhanced community services plus nursing home beds. If neither bill is enacted by June 30, 2016, the amounts provided in this subsection shall lapse.

Sec. 207. 2015 3rd sp.s. c 4 s 207 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—ECONOMIC SERVICES PROGRAM

General Fund—State Appropriation (FY 2016).	((\$408,958,000))
	<u>\$396,066,000</u>
General Fund—State Appropriation (FY 2017).	((\$445,239,000))
	<u>\$418,020,000</u>
General Fund—Federal Appropriation.	((\$1,272,294,000))
	<u>\$1,301,431,000</u>
General Fund—Private/Local Appropriation.	\$1,950,000
<u>Administrative Contingency Account—State Appropriation. .</u>	<u>\$17,000,000</u>
TOTAL APPROPRIATION.	((\$2,128,441,000))
	<u>\$2,134,467,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1)(a) ((~~\$168,201,000~~)) \$152,953,000 of the general fund—state appropriation for fiscal year 2016, ((~~\$194,020,000~~)) \$171,299,000 of the general fund—state appropriation for fiscal year 2017, ((~~and \$738,086,000~~)) \$779,366,000 of the general fund—federal appropriation, and the administrative contingency account—state appropriation are provided solely for all components of the WorkFirst program. Within the amounts provided for the WorkFirst program, the department may provide assistance using state-only funds for families eligible for temporary assistance for needy families. The department must create a WorkFirst budget structure that allows for transparent tracking of budget units and subunits of expenditures where these units and subunits are mutually exclusive from other department budget units. The budget structure must include budget units for the following: Cash assistance, child care, WorkFirst activities, and administration of the program. Within these budget units, the department must develop program index codes for specific activities

1 and develop allotments and track expenditures using these codes. The
2 department shall report to the office of financial management and the
3 relevant fiscal and policy committees of the legislature prior to
4 adopting the new structure and no later than December 2015.

5 (b) (~~(\$316,849,000)~~) \$316,460,000 of the amounts in (a) of this
6 subsection are provided solely for assistance to clients, including
7 grants, diversion cash assistance, and additional diversion emergency
8 assistance including but not limited to assistance authorized under
9 RCW 74.08A.210. The department may use state funds to provide support
10 to working families that are eligible for temporary assistance for
11 needy families but otherwise not receiving cash assistance.

12 (c) (~~(\$170,923,000)~~) \$163,200,000 of the amounts in (a) of this
13 subsection are provided solely for WorkFirst job search, education
14 and training activities, barrier removal services, limited English
15 proficiency services, and tribal assistance under RCW 74.08A.040. The
16 department must allocate this funding based on client outcomes and
17 cost effectiveness measures.

18 (d) (~~(\$426,750,000)~~) \$477,029,000 of the amounts in (a) of this
19 subsection are provided solely for the working connections child care
20 program under RCW 43.215.135. Of the amounts provided in this
21 subsection (1)(d), \$22,040,000 of the appropriation for fiscal year
22 2017 is provided solely for implementation of chapter 7, Laws of 2015
23 3rd sp. sess. (early care and education system). Of the amounts
24 provided in this subsection (1)(d), \$8,048,000 of the appropriation
25 for fiscal year 2017 is provided solely for a base rate increase.
26 This funding is for the supplemental agreement to the 2015-2017
27 collective bargaining agreement covering family child care providers
28 as set forth in section 905 of this act. The amounts provided in this
29 subsection (d) are provided conditioned on the department of social
30 and health services and the department of early learning taking
31 additional actions to identify and reduce the backlog of overpayment
32 cases related to public assistance programs, including the working
33 connections child care program. The departments shall collaborate and
34 create a plan to triage overpayment cases in a manner that identifies
35 and prioritizes cases with large overpayments and likelihood of
36 fraudulent activity. The departments shall provide a quarterly report
37 to the appropriate policy and fiscal committees of the legislature
38 detailing the specific actions taken as a result of this subsection
39 (d).

(e) (~~(\$163,558,000)~~) \$163,928,000 of the amounts in (a) of this subsection are provided solely for WorkFirst and working connections child care administration and overhead. Of amounts provided in this subsection (1)(e), \$41,000 of the appropriation for fiscal year 2016 is provided solely for implementation of chapter 7, Laws of 2015 3rd sp. sess. (early care and education system).

~~((f) \$41,000,000 of the general fund state appropriation for fiscal year 2016 and \$22,040,000 of the general fund state appropriation for fiscal year 2017 are provided solely for implementation of Engrossed Second Substitute House Bill No. 1491 (early care and education system). If the bill is not enacted by July 10, 2015, the amounts provided in this subsection (1)(f) shall lapse.~~

~~(g))~~ (f) The amounts in (b) through (d) of this subsection shall be expended for the programs and in the amounts specified. However, the department may transfer up to 10 percent of funding between (b) through (d) of this subsection. The department shall provide notification prior to any transfer to the office of financial management and to the appropriate legislative committees and the legislative-executive WorkFirst oversight task force. The approval of the director of financial management is required prior to any transfer under this subsection.

(g) Beginning July 1, 2016, and each calendar quarter thereafter, the department shall provide a maintenance of effort and participation rate tracking report for temporary assistance for needy families to the office of financial management, the appropriate policy and fiscal committees of the legislature, and the legislative-executive WorkFirst oversight task force. The report must detail the following information for temporary assistance for needy families:

(i) An overview of federal rules related to maintenance of effort, excess maintenance of effort, participation rates for temporary assistance for needy families, and the child care development fund as it pertains to maintenance of effort and participation rates;

(ii) Countable maintenance of effort and excess maintenance of effort, by source, provided for the previous federal fiscal year;

(iii) Countable maintenance of effort and excess maintenance of effort, by source, for the current fiscal year, including changes in countable maintenance of effort from the previous year;

1 (iv) The status of reportable federal participation rate
2 requirements, including any impact of excess maintenance of effort on
3 participation targets;

4 (v) Potential new sources of maintenance of effort and progress
5 to obtain additional maintenance of effort; and

6 (vi) A two-year projection for meeting federal block grant and
7 contingency fund maintenance of effort, participation targets, and
8 future reportable federal participation rate requirements.

9 (h) In the 2017-2019 fiscal biennium, it is the intent of the
10 legislature to provide appropriations from the state general fund for
11 the purposes of (b) through (e) of this subsection if the department
12 does not receive additional federal temporary assistance for needy
13 families contingency funds in each fiscal year as assumed in the
14 budget outlook.

15 (2) \$1,657,000 of the general fund—state appropriation for fiscal
16 year 2016 and \$1,657,000 of the general fund—state appropriation for
17 fiscal year 2017 are provided solely for naturalization services.

18 (3) \$2,366,000 of the general fund—state appropriation for fiscal
19 year 2016 is provided solely for employment services for refugees and
20 immigrants, of which \$1,774,000 is provided solely for the department
21 to pass through to statewide refugee and immigrant assistance
22 organizations for limited English proficiency pathway services; and
23 \$2,366,000 of the general fund—state appropriation for fiscal year
24 2017 is provided solely for employment services for refugees and
25 immigrants, of which \$1,774,000 is provided solely for the department
26 to pass through to statewide refugee and immigrant assistance
27 organizations for limited English proficiency pathway services.

28 (4) On December 1, 2015, and annually thereafter, the department
29 must report to the legislature on all sources of funding available
30 for both refugee and immigrant services and naturalization services
31 during the current fiscal year and the amounts expended to date by
32 service type and funding source. The report must also include the
33 number of clients served and outcome data for the clients.

34 (5) To ensure expenditures remain within available funds
35 appropriated in this section, the legislature establishes the benefit
36 under the state food assistance program, pursuant to RCW 74.08A.120,
37 to be one hundred percent of the federal supplemental nutrition
38 assistance program benefit amount.

(6) The department shall review clients receiving services through the aged, blind, or disabled assistance program, to determine whether they would benefit from assistance in becoming naturalized citizens, and thus be eligible to receive federal supplemental security income benefits. Those cases shall be given high priority for naturalization funding through the department.

(7) The department shall continue the interagency agreement with the department of veterans' affairs to establish a process for referral of veterans who may be eligible for veterans' services. This agreement must include out-stationing department of veterans' affairs staff in selected community service office locations in King and Pierce counties to facilitate applications for veterans' services.

(8) \$300,000 of the general fund—federal appropriation is provided solely for implementation of Second Substitute House Bill No. 2877 (SNAP benefit distribution dates), provided that the department confirms receipt of SNAP Bonus payments sufficient for the cost of implementing the bill. If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(9) \$16,000 of the general fund—state appropriation for fiscal year 2017 and \$29,000 of the general fund—federal appropriation are provided solely for implementation of Senate Bill No. 6499 (child support/electronic). If the bill is not enacted by June 30, 2016, the amounts provided in this subsection shall lapse.

Sec. 208. 2015 3rd sp.s. c 4 s 208 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—ALCOHOL AND SUBSTANCE ABUSE PROGRAM

General Fund—State Appropriation (FY 2016).	((\$64,766,000))
	<u>\$64,261,000</u>
General Fund—State Appropriation (FY 2017).	((\$64,894,000))
	<u>\$66,185,000</u>
General Fund—Federal Appropriation.	((\$432,441,000))
	<u>\$519,951,000</u>
General Fund—Private/Local Appropriation.	\$20,211,000
Criminal Justice Treatment Account—State	
Appropriation.	((\$11,978,000))
	<u>\$12,478,000</u>
Problem Gambling Account—State Appropriation.	\$1,453,000

Dedicated Marijuana Account—State Appropriation	
(FY 2016)	\$10,736,000
Dedicated Marijuana Account—State Appropriation	
(FY 2017)	\$24,802,000
TOTAL APPROPRIATION	((\$631,281,000))
	<u>\$720,077,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) Within the amounts appropriated in this section, the department may contract with the University of Washington and community-based providers for the provision of the parent-child assistance program or other specialized chemical dependency case management providers for pregnant, post-partum, and parenting women. For all contractors: (a) Service and other outcome data must be provided to the department by request; and (b) indirect charges for administering the program shall not exceed ten percent of the total contract amount.

(2) In accordance with RCW 70.96A.090 and 43.135.055, the department is authorized to adopt fees for the review and approval of treatment programs in fiscal years 2016 and 2017 as necessary to support the costs of the regulatory program. The department's fee schedule shall have differential rates for providers with proof of accreditation from organizations that the department has determined to have substantially equivalent standards to those of the department, including but not limited to the joint commission on accreditation of health care organizations, the commission on accreditation of rehabilitation facilities, and the council on accreditation. To reflect the reduced costs associated with regulation of accredited programs, the department's fees for organizations with such proof of accreditation must reflect the lower cost of licensing for these programs than for other organizations which are not accredited.

(3) \$3,500,000 of the general fund—federal appropriation (from the substance abuse prevention and treatment federal block grant) is provided solely for the continued funding of existing county drug and alcohol use prevention programs.

(4) \$421,000 of the general fund—state appropriation for fiscal year 2016, \$873,000 of the general fund—state appropriation for fiscal year 2017, and \$1,787,000 of the general fund—federal

1 appropriation are provided solely for implementation of chapter 50,
2 Laws of 2015 (E2SHB 1450) (involuntary outpatient treatment). The
3 department must use these amounts for increases in alcohol and
4 substance abuse treatment associated with implementation of the bill.

5 (5) \$200,000 of the dedicated marijuana account—state
6 appropriation for fiscal year 2016 and \$200,000 of the dedicated
7 marijuana account—state appropriation for fiscal year 2017 are
8 provided solely for a contract with the Washington state institute
9 for public policy to conduct cost-benefit evaluations of the
10 implementation of chapter 3, Laws of 2013 (Initiative Measure No.
11 502).

12 (6) \$500,000 of the dedicated marijuana account—state
13 appropriation for fiscal year 2016 and \$500,000 of the dedicated
14 marijuana account—state appropriation for fiscal year 2017 are
15 provided solely to design and administer the Washington state healthy
16 youth survey and the Washington state young adult behavioral health
17 survey.

18 (7) \$395,000 of the dedicated marijuana account—state
19 appropriation for fiscal year 2016 and \$396,000 of the dedicated
20 marijuana account—state appropriation for fiscal year 2017 are
21 provided solely for increasing services to pregnant and parenting
22 women provided through the parent child assistance program.

23 (8) \$250,000 of the dedicated marijuana account—state
24 appropriation for fiscal year 2016 and \$250,000 of the dedicated
25 marijuana account—state appropriation for fiscal year 2017 are
26 provided solely for a grant to the office of superintendent of public
27 instruction to provide life skills training to children and youth in
28 schools that are in high needs communities.

29 (9) \$386,000 of the dedicated marijuana account—state
30 appropriation for fiscal year 2016 and \$386,000 of the dedicated
31 marijuana account—state appropriation for fiscal year 2017 are
32 provided solely to increase prevention and treatment services
33 provided by tribes to children and youth.

34 (10) \$683,000 of the dedicated marijuana account—state
35 appropriation for fiscal year 2016, \$2,684,000 of the dedicated
36 marijuana account—state appropriation for fiscal year 2017, and
37 \$1,900,000 of the general fund—federal appropriation are provided
38 solely to increase residential treatment services for children and
39 youth.

1 (11) \$250,000 of the dedicated marijuana account—state
2 appropriation for fiscal year 2016 and \$250,000 of the dedicated
3 marijuana account—state appropriation for fiscal year 2017 are
4 provided solely for training and technical assistance for the
5 implementation of evidence based, research based, and promising
6 programs which prevent or reduce substance use disorders.

7 (12) \$1,000,000 of the dedicated marijuana account—state
8 appropriation for fiscal year 2016 and \$2,434,000 of the dedicated
9 marijuana account—state appropriation for fiscal year 2017 are
10 provided solely for expenditure into the home visiting services
11 account.

12 (13) \$3,278,000 of the dedicated marijuana account—state
13 appropriation for fiscal year 2017 is provided solely for a
14 memorandum of understanding with the department of social and health
15 services juvenile rehabilitation administration to provide substance
16 abuse treatment programs for juvenile offenders. Of the amounts
17 provided in this subsection:

18 (a) \$1,130,000 of the dedicated marijuana account—state
19 appropriation for fiscal year 2017 is provided solely for alcohol and
20 substance abuse treatment programs for locally-committed offenders.
21 The juvenile rehabilitation administration shall award these funds as
22 described in section 203(3) of this act.

23 (b) \$282,000 of the dedicated marijuana account—state
24 appropriation for fiscal year 2017 is provided solely for the
25 expansion of evidence-based treatments and therapies as described in
26 section 203(4) of this act.

27 (14) \$2,500,000 of the dedicated marijuana account—state
28 appropriation for fiscal year 2016 and \$2,500,000 of the dedicated
29 marijuana account—state appropriation for fiscal year 2017 are
30 provided solely for grants to community-based programs that provide
31 prevention services or activities to youth, including programs for
32 school-based resource officers. These funds must be utilized in
33 accordance with RCW 69.50.540.

34 (15) (~~(\$54,000 of the general fund—state appropriation for fiscal~~
35 ~~year 2016, \$252,000 of the general fund—state appropriation for~~
36 ~~fiscal year 2017, and \$2,232,000 of the general fund—federal~~
37 ~~appropriation are provided for)) Within the amounts provided in this~~
38 section, regional support networks ((to)) must provide outpatient
39 chemical dependency treatment for offenders enrolled in the medicaid

1 program who are supervised by the department of corrections pursuant
2 to a term of community supervision beginning in April 2016. Effective
3 April 1, 2016, contracts with regional support networks must require
4 that regional support networks include in their provider network
5 specialized expertise in the provision of manualized, evidence-based
6 chemical dependency treatment services for offenders. The department
7 of corrections and the department of social and health services must
8 develop a memorandum of understanding for department of corrections
9 offenders on active supervision who are medicaid eligible and meet
10 medical necessity for outpatient substance use disorder treatment.
11 The agreement will ensure that treatment services provided are
12 coordinated, do not result in duplication of services, and maintain
13 access and quality of care for the individuals being served. The
14 department of social and health services must provide all necessary
15 data, access, and reports to the department of corrections for all
16 department of corrections offenders that receive medicaid paid
17 services.

18 (16) During the 2015-2017 fiscal biennium, any amounts provided
19 in this section that are used for case management services for
20 pregnant and parenting women must be contracted directly between the
21 department and providers rather than through contracts with
22 behavioral health organizations. By December 1, 2016, the department
23 must provide a report to the office of financial management and the
24 appropriate committees of the legislature on the readiness for
25 behavioral health organizations to assume the contracts for case
26 management services for pregnant and parenting women.

27 (17) \$100,000 of the general fund—state appropriation for fiscal
28 year 2016 and \$100,000 of the general fund—state appropriation for
29 fiscal year 2017 are provided solely for parenting education services
30 focused on pregnant and parenting women.

31 (18) Within existing appropriations, the department shall
32 prioritize the prevention and treatment of intravenous opiate-based
33 drug use.

34 ~~(19) ((\$1,110,000 of the general fund—federal appropriation is~~
35 ~~provided solely for a contract with the University of Washington for~~
36 ~~research on the short and long term effects of marijuana use.~~

37 ~~(20) \$740,000))~~ \$250,000 of the general fund—~~((federal))~~ state
38 appropriation for fiscal year 2017 is provided solely for a contract
39 with the Washington State University ~~((for research on the short and~~

1 ~~long-term effects of marijuana use))~~ for the research and development
2 of a marijuana breathalyzer.

3 (20) \$438,000 of the general fund—state appropriation for fiscal
4 year 2017 and \$185,000 of the general fund—federal appropriation are
5 provided solely for implementation of Third Substitute House Bill No.
6 1713 (mental health, chemical dependency). If the bill is not enacted
7 by June 30, 2016, the amounts provided in this subsection shall
8 lapse.

9 (21) Within the amounts appropriated in this section, the
10 department of social and health services and the health care
11 authority must provide quarterly reports to the chairs of the house
12 of representatives health care and wellness committee, the house of
13 representatives early learning and human services committee, the
14 senate health care committee, and the senate human services, mental
15 health, and housing committee on the integration of mental health and
16 chemical dependency treatment purchasing through behavioral health
17 organizations and the southwest Washington early adopter model. These
18 reports must include, but are not limited to, an update on
19 reimbursement rates and contracts for providing residential chemical
20 dependency treatment; the numbers of referrals and length of stay for
21 patients referred to chemical dependency treatment; the timing of
22 authorization and payment to providers; the compatibility of patient
23 electronic medical record data between behavioral health
24 organizations, managed care organizations in the southwest Washington
25 regional service area, and providers; and the status of contracted
26 providers. Behavioral health organizations and managed care
27 organizations in the southwest Washington regional service area must
28 be required to immediately report when notified that a provider is in
29 jeopardy of closure. The department and the health care authority
30 must immediately assess whether and take actions to ensure that the
31 behavioral health organization or managed care plans impacted by the
32 provider closure have an adequate transition plan to maintain an
33 adequate network and provide access to medically necessary treatment
34 services for enrollees. These reports shall begin April 1, 2016, and
35 end on October 31, 2016.

36 (22) Within existing appropriations for fiscal year 2017, the
37 department shall conduct a two-part study of substance use provider
38 capacity and substance use provider outcomes in the state. The
39 provider capacity report must provide information about publicly
40 funded providers, including their number, geographical location,

populations served, and treatment methodologies employed. The provider outcome report must examine variation in client outcome for these providers using statistical models to mitigate the impact of case mix. Where possible, outcomes must be aligned with specifications developed as directed by Second Substitute Senate Bill No. 5732, (chapter 338, Laws of 2013) and Engrossed Substitute House Bill No. 1519 (chapter 320, Laws of 2013). The two reports shall be submitted to the governor and appropriate committees of the legislature by June 1, 2017.

(23) \$500,000 of the criminal justice treatment account—state appropriation is provided solely to increase funding for substance abuse treatment and support services for offenders and to support drug courts.

Sec. 209. 2015 3rd sp.s. c 4 s 209 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—VOCATIONAL REHABILITATION PROGRAM

General Fund—State Appropriation (FY 2016).	((\$12,896,000))
	<u>\$12,866,000</u>
General Fund—State Appropriation (FY 2017).	((\$13,424,000))
	<u>\$13,353,000</u>
General Fund—Federal Appropriation.	((\$99,251,000))
	<u>\$98,491,000</u>
TOTAL APPROPRIATION.	((\$125,571,000))
	<u>\$124,710,000</u>

Sec. 210. 2015 3rd sp.s. c 4 s 210 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—SPECIAL COMMITMENT PROGRAM

General Fund—State Appropriation (FY 2016).	((\$37,680,000))
	<u>\$39,490,000</u>
General Fund—State Appropriation (FY 2017).	((\$37,266,000))
	<u>\$40,823,000</u>
TOTAL APPROPRIATION.	((\$74,946,000))
	<u>\$80,313,000</u>

The appropriations in this section are subject to the following conditions and limitations:

1 (1) \$78,000 of the general fund—state appropriation for fiscal
2 year 2016 and \$78,000 of the general fund—state appropriation for
3 fiscal year 2017 are provided solely to implement House Bill No. 1059
4 (sexually violent predators).

5 (2) The department shall review its current food services for the
6 special commitment center for opportunities to consolidate and
7 centralize, emphasizing opportunities for increased efficiency. The
8 department shall consider consolidating and centralizing the
9 department's institutional food service by examining: (a) Consistent
10 daily meals across institutions; (b) off-site meal preparation and
11 cook-chill meals; and (c) increased use of the department of
12 correction's correctional industries institutional food service. Any
13 food service improvements must account for special diets and
14 consistency with established dietary intakes of the food and
15 nutrition board of the national research council.

16 (3) Within the amounts provided in this section, the special
17 commitment center must explore entering into an interagency agreement
18 with the University of Washington. The interagency agreement would
19 allow the department to receive drug pricing under 340B of the public
20 health services act for drug purchases associated with treating
21 patients with hepatitis C or other diseases, whereby the university
22 is acting as the covered entity or safety-net provider. In
23 cooperation with the University of Washington, the special commitment
24 center must provide an estimate of the fiscal impact of a successful
25 agreement of this nature, to be included in the report provided to
26 the legislature under section 606 of this act.

27 (4) The special commitment center may use funds appropriated in
28 this subsection to purchase goods and supplies through hospital group
29 purchasing organizations when it is cost-effective to do so.

30 (5) \$15,000 of the general fund—state appropriation for fiscal
31 year 2017 is provided solely for the implementation of a memorandum
32 of understanding between the governor and the service employees
33 international union healthcare 1199nw amending the collective
34 bargaining under chapter 41.80 RCW for the 2015-2017 fiscal biennium
35 as set forth in section 902 of this act. The legislature recognizes
36 that the memorandum of understanding was necessitated by an emergency
37 and an imminent jeopardy determination by the center for medicare and
38 medicaid services that relates to the safety and health of clients
39 and employees.

1 **Sec. 211.** 2015 3rd sp.s. c 4 s 211 (uncodified) is amended to
2 read as follows:

3 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—ADMINISTRATION AND**
4 **SUPPORTING SERVICES PROGRAM**

5	General Fund—State Appropriation (FY 2016).	((\$32,668,000))
6		<u>\$34,207,000</u>
7	General Fund—State Appropriation (FY 2017).	((\$33,667,000))
8		<u>\$34,533,000</u>
9	General Fund—Federal Appropriation.	((\$38,282,000))
10		<u>\$41,153,000</u>
11	General Fund—Private/Local Appropriation.	\$654,000
12	TOTAL APPROPRIATION.	((\$105,271,000))
13		<u>\$110,547,000</u>

14 The appropriations in this section are subject to the following
15 conditions and limitations: \$300,000 of the general fund—state
16 appropriation for fiscal year 2016 and \$300,000 of the general fund—
17 state appropriation for fiscal year 2017 are provided solely for a
18 Washington state mentoring organization to continue its public-
19 private partnerships to provide technical assistance and training to
20 mentoring programs that serve at-risk youth.

21 **Sec. 212.** 2015 3rd sp.s. c 4 s 212 (uncodified) is amended to
22 read as follows:

23 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—PAYMENTS TO OTHER**
24 **AGENCIES PROGRAM**

25	General Fund—State Appropriation (FY 2016).	((\$64,440,000))
26		<u>\$72,717,000</u>
27	General Fund—State Appropriation (FY 2017).	((\$61,766,000))
28		<u>\$76,957,000</u>
29	General Fund—Federal Appropriation.	((\$53,238,000))
30		<u>\$58,973,000</u>
31	TOTAL APPROPRIATION.	((\$179,444,000))
32		<u>\$208,647,000</u>

33 The appropriations in this section are subject to the following
34 conditions and limitations: \$8,000 of the general fund—state
35 appropriation for fiscal year 2017 is provided solely to implement
36 chapter 240, Laws of 2015 (extended foster care).

1 **Sec. 213.** 2015 3rd sp.s. c 4 s 213 (uncodified) is amended to
2 read as follows:

3 **FOR THE STATE HEALTH CARE AUTHORITY**

4 During the 2015-2017 fiscal biennium, the health care authority
5 shall provide support and data as required by the office of the state
6 actuary in providing the legislature with health care actuarial
7 analysis, including providing any information in the possession of
8 the health care authority or available to the health care authority
9 through contracts with providers, plans, insurers, consultants, or
10 any other entities contracting with the health care authority.

11 ~~((Information technology projects and proposed projects for time~~
12 ~~capture, payroll and payment processes, and eligibility and~~
13 ~~authorization systems within the health care authority are subject to~~
14 ~~technical oversight by the office of the chief information officer))~~
15 Information technology projects or investments and proposed projects
16 or investments impacting time capture, payroll and payment processes
17 and systems, eligibility, case management, and authorization systems
18 within the health care authority are subject to technical oversight
19 by the office of the chief information officer.

20 The health care authority shall not initiate any services that
21 require expenditure of state general fund moneys unless expressly
22 authorized in this act or other law. The health care authority may
23 seek, receive, and spend, under RCW 43.79.260 through 43.79.282,
24 federal moneys not anticipated in this act as long as the federal
25 funding does not require expenditure of state moneys for the program
26 in excess of amounts anticipated in this act. If the health care
27 authority receives unanticipated unrestricted federal moneys, those
28 moneys shall be spent for services authorized in this act or in any
29 other legislation providing appropriation authority, and an equal
30 amount of appropriated state general fund moneys shall lapse. Upon
31 the lapsing of any moneys under this subsection, the office of
32 financial management shall notify the legislative fiscal committees.
33 As used in this subsection, "unrestricted federal moneys" includes
34 block grants and other funds that federal law does not require to be
35 spent on specifically defined projects or matched on a formula basis
36 by state funds.

37 The appropriations to the health care authority in this act shall
38 be expended for the programs and in the amounts specified in this
39 act. To the extent that appropriations in this section are
40 insufficient to fund actual expenditures in excess of caseload

forecasts and utilization assumptions, the authority, after May 1, 2016, may transfer general fund—state appropriations for fiscal year 2016 that are provided solely for a specified purpose. The authority shall not transfer funds, and the director of financial management shall not approve the transfer, unless the transfer is consistent with the objective of conserving, to the maximum extent possible, the expenditure of state funds. The director of financial management shall notify the appropriate fiscal committees of the senate and house of representatives in writing seven days prior to approving any allotment modifications or transfers under this subsection. The written notification shall include a narrative explanation and justification of the changes, along with expenditures and allotments by budget unit and appropriation, both before and after any allotment modifications or transfers.

(1) MEDICAL ASSISTANCE

General Fund—State Appropriation (FY 2016)	((\$1,937,491,000))
	<u>\$1,950,827,000</u>
General Fund—State Appropriation (FY 2017)	((\$1,934,895,000))
	<u>\$2,054,119,000</u>
General Fund—Federal Appropriation	((\$11,559,063,000))
	<u>\$11,217,550,000</u>
General Fund—Private/Local Appropriation	((\$77,619,000))
	<u>\$70,787,000</u>
Emergency Medical Services and Trauma Care Systems	
Trust Account—State Appropriation	\$15,086,000
Hospital Safety Net Assessment Account—State	
Appropriation	\$689,942,000
Medicaid Fraud Penalty Account—State Appropriation	\$18,491,000
(State Health Care Authority Administration Account—	
State Appropriation	\$790,000))
Medical Aid Account—State Appropriation	\$528,000
Dedicated Marijuana Account—State Appropriation	
(FY 2016)	((\$5,351,000))
	<u>\$7,791,000</u>
Dedicated Marijuana Account—State Appropriation	
(FY 2017)	((\$12,520,000))
	<u>\$12,979,000</u>
<u>State Health Care Authority Administration Account—State</u>	
<u>Appropriation</u>	<u>\$106,000</u>

TOTAL APPROPRIATION. ((\$16,251,776,000))
\$16,038,206,000

The appropriations in this section are subject to the following conditions and limitations:

(a) \$35,794,000 of the general fund—state appropriation for fiscal year 2016 is provided solely for medicaid services based on the February caseload and medicaid forecasts contingent upon: (i) Transfer of the medicaid forecast function to the office of financial management, by July 1, 2016; (ii) the authority executing necessary, timely data sharing agreements with the office of the state actuary; (iii) the authority providing support and data as required by the office of the state actuary necessary in providing the legislature with health care actuarial analysis, including providing any information in the possession of the health care authority or available to the health care authority through contracts with providers, plans, insurers, consultants, or any other entities contracting with the health care authority; (iv) transfer of the administration of the managed care actuarial rate setting contract from the authority to the office of financial management; and (v) the authority consulting with the medical assistance forecast work group prior to accepting the actuarial contractor's managed care rate recommendations.

(b) \$121,599,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for holding medicaid managed care capitation rates flat at calendar year 2016 levels in state fiscal year and calendar year 2017. To achieve this target, the authority shall engage with a group composed of the office of financial management, the medicaid forecast work group, and the managed care plans on a range of strategies developed both by the authority and the group. The authority shall obtain actuarial analysis, support, and recommendations during this process, and the state actuary shall obtain independent actuarial analysis. By August 1, 2016, the authority shall present the progress made on the initiative to the joint select committee on health care, identifying any possible changes in statute needed to achieve the goal and the possible impacts on clients. The authority shall complete the plan and report to the appropriate committees of the legislature by October 1, 2016.

(c) \$1,894,672,000 of the general fund—state appropriation for fiscal year 2016 and \$1,915,233,000 of the general fund—state

1 appropriation for fiscal year 2017 are provided solely for medicaid
2 services and the medicaid program. However, the authority shall not
3 accept or expend any federal funds received under a medicaid
4 transformation demonstration waiver currently being sought under
5 healthier Washington, except as described in (d) through (g) of this
6 subsection, until specifically approved and appropriated by the
7 legislature.

8 (d) No more than \$127,336,000 of the general fund—federal
9 appropriation may be expended for transformation through accountable
10 communities of health described in initiative 1 of the medicaid
11 transformation demonstration waiver currently being sought under
12 healthier Washington, including preventing youth drug use. The
13 authority shall not increase general fund—state expenditures on this
14 initiative. The authority shall report to the fiscal committees of
15 the legislature all expenditures under this subsection and shall
16 provide such fiscal data in the manner, form, and time requested by
17 the legislative fiscal committees.

18 (e) No more than \$5,223,000 of the general fund—federal
19 appropriation may be expended for tailored support for older adults
20 and medicaid alternative care described in initiative 2 of the
21 medicaid transformation demonstration waiver currently being sought
22 under healthier Washington. The authority shall not increase general
23 fund—state expenditures on this initiative. The authority shall
24 report to the fiscal committees of the legislature all expenditures
25 under this subsection and shall provide such fiscal data in the
26 manner, form, and time requested by the legislative fiscal
27 committees.

28 (f) No more than \$9,425,000 of the general fund—federal
29 appropriation may be expended for supportive housing services
30 described in initiative 3(a) of the medicaid transformation
31 demonstration waiver currently being sought under healthier
32 Washington. The authority shall not increase general fund—state
33 expenditures on this initiative. The authority shall report to the
34 fiscal committees of the legislature all expenditures under this
35 subsection and shall provide such fiscal data in the manner, form,
36 and time requested by the legislative fiscal committees.

37 (g) No more than \$5,567,000 of the general fund—federal
38 appropriation may be expended for supportive employment services
39 described in initiative 3(b) of the medicaid transformation

1 demonstration waiver currently being sought under healthier
2 Washington. The authority shall not increase general fund—state
3 expenditures on this initiative. The authority shall report to the
4 fiscal committees of the legislature all expenditures under this
5 subsection and shall provide such fiscal data in the manner, form,
6 and time requested by the legislative fiscal committees.

7 (h) Sufficient amounts are appropriated in this subsection to
8 implement the medicaid expansion as defined in the social security
9 act, section 1902(a)(10)(A)(i)(VIII).

10 ~~((b))~~ (i) The legislature finds that medicaid payment rates, as
11 calculated by the health care authority pursuant to the
12 appropriations in this act, bear a reasonable relationship to the
13 costs incurred by efficiently and economically operated facilities
14 for providing quality services and will be sufficient to enlist
15 enough providers so that care and services are available to the
16 extent that such care and services are available to the general
17 population in the geographic area. The legislature finds that the
18 cost reports, payment data from the federal government, historical
19 utilization, economic data, and clinical input constitute reliable
20 data upon which to determine the payment rates.

21 ~~((e))~~ (j) Based on quarterly expenditure reports and caseload
22 forecasts, if the health care authority estimates that expenditures
23 for the medical assistance program will exceed the appropriations,
24 the health care authority shall take steps including but not limited
25 to reduction of rates or elimination of optional services to reduce
26 expenditures so that total program costs do not exceed the annual
27 appropriation authority.

28 ~~((d))~~ (k) In determining financial eligibility for medicaid-
29 funded services, the health care authority is authorized to disregard
30 recoveries by Holocaust survivors of insurance proceeds or other
31 assets, as defined in RCW 48.104.030.

32 ~~((e))~~ (l) The legislature affirms that it is in the state's
33 interest for Harborview medical center to remain an economically
34 viable component of the state's health care system.

35 ~~((f))~~ (m) When a person is ineligible for medicaid solely by
36 reason of residence in an institution for mental diseases, the health
37 care authority shall provide the person with the same benefits as he
38 or she would receive if eligible for medicaid, using state-only funds
39 to the extent necessary.

1 (~~((g))~~) (n) \$4,261,000 of the general fund—state appropriation
2 for fiscal year 2016, \$4,261,000 of the general fund—state
3 appropriation for fiscal year 2017, and \$8,522,000 of the general
4 fund—federal appropriation are provided solely for low-income
5 disproportionate share hospital payments.

6 (~~((h))~~) (o) Within the amounts appropriated in this section, the
7 health care authority shall provide disproportionate share hospital
8 payments to hospitals that provide services to children in the
9 children's health program who are not eligible for services under
10 Title XIX or XXI of the federal social security act due to their
11 citizenship status.

12 (~~((i))~~) (p) \$6,000,000 of the general fund—federal appropriation
13 is provided solely for supplemental payments to nursing homes
14 operated by public hospital districts. The public hospital district
15 shall be responsible for providing the required nonfederal match for
16 the supplemental payment, and the payments shall not exceed the
17 maximum allowable under federal rules. It is the legislature's intent
18 that the payments shall be supplemental to and shall not in any way
19 offset or reduce the payments calculated and provided in accordance
20 with part E of chapter 74.46 RCW. It is the legislature's further
21 intent that costs otherwise allowable for rate-setting and settlement
22 against payments under chapter 74.46 RCW shall not be disallowed
23 solely because such costs have been paid by revenues retained by the
24 nursing home from these supplemental payments. The supplemental
25 payments are subject to retrospective interim and final cost
26 settlements based on the nursing homes' as-filed and final medicare
27 cost reports. The timing of the interim and final cost settlements
28 shall be at the health care authority's discretion. During either the
29 interim cost settlement or the final cost settlement, the health care
30 authority shall recoup from the public hospital districts the
31 supplemental payments that exceed the medicaid cost limit and/or the
32 medicare upper payment limit. The health care authority shall apply
33 federal rules for identifying the eligible incurred medicaid costs
34 and the medicare upper payment limit.

35 (~~((j))~~) (q) The health care authority shall continue the
36 inpatient hospital certified public expenditures program for the
37 2015-2017 fiscal biennium. The program shall apply to all public
38 hospitals, including those owned or operated by the state, except
39 those classified as critical access hospitals or state psychiatric

1 institutions. The health care authority shall submit reports to the
2 governor and legislature by November 1, 2015, and by November 1,
3 2016, that evaluate whether savings continue to exceed costs for this
4 program. If the certified public expenditures (CPE) program in its
5 current form is no longer cost-effective to maintain, the health care
6 authority shall submit a report to the governor and legislature
7 detailing cost-effective alternative uses of local, state, and
8 federal resources as a replacement for this program. During fiscal
9 year 2016 and fiscal year 2017, hospitals in the program shall be
10 paid and shall retain one hundred percent of the federal portion of
11 the allowable hospital cost for each medicaid inpatient fee-for-
12 service claim payable by medical assistance and one hundred percent
13 of the federal portion of the maximum disproportionate share hospital
14 payment allowable under federal regulations. Inpatient medicaid
15 payments shall be established using an allowable methodology that
16 approximates the cost of claims submitted by the hospitals. Payments
17 made to each hospital in the program in each fiscal year of the
18 biennium shall be compared to a baseline amount. The baseline amount
19 will be determined by the total of (a) the inpatient claim payment
20 amounts that would have been paid during the fiscal year had the
21 hospital not been in the CPE program based on the reimbursement rates
22 developed, implemented, and consistent with policies approved in the
23 2015-2017 biennial operating appropriations act and in effect on July
24 1, 2015, (b) one-half of the indigent assistance disproportionate
25 share hospital payment amounts paid to and retained by each hospital
26 during fiscal year 2005, and (c) all of the other disproportionate
27 share hospital payment amounts paid to and retained by each hospital
28 during fiscal year 2005 to the extent the same disproportionate share
29 hospital programs exist in the 2015-2017 fiscal biennium. If payments
30 during the fiscal year exceed the hospital's baseline amount, no
31 additional payments will be made to the hospital except the federal
32 portion of allowable disproportionate share hospital payments for
33 which the hospital can certify allowable match. If payments during
34 the fiscal year are less than the baseline amount, the hospital will
35 be paid a state grant equal to the difference between payments during
36 the fiscal year and the applicable baseline amount. Payment of the
37 state grant shall be made in the applicable fiscal year and
38 distributed in monthly payments. The grants will be recalculated and
39 redistributed as the baseline is updated during the fiscal year. The
40 grant payments are subject to an interim settlement within eleven

1 months after the end of the fiscal year. A final settlement shall be
2 performed. To the extent that either settlement determines that a
3 hospital has received funds in excess of what it would have received
4 as described in this subsection, the hospital must repay the excess
5 amounts to the state when requested. (~~(\$16,664,000)~~) \$14,014,000 of
6 the general fund—state appropriation for fiscal year 2016 and
7 (~~(\$8,170,000)~~) \$9,700,000 of the general fund—state appropriation for
8 fiscal year 2017 are provided solely for state grants for the
9 participating hospitals.

10 (~~((k))~~) (r) The health care authority shall seek public-private
11 partnerships and federal funds that are or may become available to
12 provide on-going support for outreach and education efforts under the
13 federal children's health insurance program reauthorization act of
14 2009.

15 (~~((l))~~) (s) The health care authority shall target funding for
16 maternity support services towards pregnant women with factors that
17 lead to higher rates of poor birth outcomes, including hypertension,
18 a preterm or low birth weight birth in the most recent previous
19 birth, a cognitive deficit or developmental disability, substance
20 abuse, severe mental illness, unhealthy weight or failure to gain
21 weight, tobacco use, or African American or Native American race. The
22 health care authority shall prioritize evidence-based practices for
23 delivery of maternity support services. To the extent practicable,
24 the health care authority shall develop a mechanism to increase
25 federal funding for maternity support services by leveraging local
26 public funding for those services.

27 (~~((m))~~) (t) Within the amounts appropriated in this section, the
28 authority shall identify strategies to improve patient adherence to
29 treatment plans for diabetes and implement these strategies as a
30 pilot through one health home program to be identified by the
31 authority. The authority shall report to the governor and legislature
32 in December 2015 on patient outcomes and cost savings derived from
33 new adherence strategies in the health home model and make
34 recommendations for improving the strategies.

35 (~~((n))~~) (u) Managed care contracts must incorporate
36 accountability measures that monitor patient health and improved
37 health outcomes, and shall include an expectation that each patient
38 receive a wellness examination that documents the baseline health
39 status and allows for monitoring of health improvements and outcome
40 measures.

1 ~~((+o))~~ (v) \$88,000 of the medicaid fraud penalty account—state
2 appropriation and \$567,000 of the general fund—federal appropriation
3 are provided solely to implement the conversion to the tenth version
4 of the world health organization's international classification of
5 diseases.

6 ~~((+p))~~ (w) Sufficient amounts are appropriated in this section
7 for the authority to provide an adult dental benefit.

8 ~~((+q))~~ (x) The health care authority shall coordinate with the
9 department of social and health services to provide referrals to the
10 Washington health benefit exchange for clients that will be
11 ineligible for medicaid.

12 ~~((+r))~~ (y) To facilitate a single point of entry across public
13 and medical assistance programs, and to maximize the use of federal
14 funding, the health care authority, the department of social and
15 health services, and the health benefit exchange will coordinate
16 efforts to expand HealthPlanfinder access to public assistance and
17 medical eligibility staff. No later than October 1, 2015, the health
18 care authority shall complete medicaid applications in the
19 HealthPlanfinder for households receiving or applying for medical
20 assistance benefits.

21 ~~((+s))~~ (z) \$90,000 of the general fund—state appropriation for
22 fiscal year 2016, \$90,000 of the general fund—state appropriation for
23 fiscal year 2017, and \$180,000 of the general fund—federal
24 appropriation are provided solely to continue operation by a
25 nonprofit organization of a toll-free hotline that assists families
26 to learn about and enroll in the apple health for kids program.

27 ~~((+t))~~ (aa) The appropriations in this section reflect savings
28 and efficiencies by transferring children receiving medical care
29 provided through fee-for-service to medical care provided through
30 managed care.

31 ~~((+u))~~ (bb) Within the amounts appropriated in this section, the
32 authority shall reimburse for primary care services provided by
33 naturopathic physicians.

34 ~~((+v))~~ (cc) Within the amounts appropriated in this section, the
35 authority shall continue to provide coverage for pregnant teens that
36 qualify under existing pregnancy medical programs, but whose
37 eligibility for pregnancy related services would otherwise end due to
38 the application of the new modified adjusted gross income eligibility
39 standard.

1 ~~((w))~~ (dd) Sufficient amounts are appropriated in this section
2 to remove the mental health visit limit and to provide the shingles
3 vaccine and screening, brief intervention, and referral to treatment
4 benefits that are available in the medicaid alternative benefit plan
5 in the classic medicaid benefit plan.

6 ~~((x))~~ (ee) \$227,000 of the general fund—state appropriation for
7 fiscal year 2016, \$461,000 of the general fund—state appropriation
8 for fiscal year 2017, and \$734,000 of the general fund—federal
9 appropriation are provided solely to implement Substitute Senate Bill
10 No. 5317 (enhanced autism screening - bright futures).

11 ~~((y))~~ (ff) \$4,278,000 of the general fund—private/local
12 appropriation and \$9,835,000 of the general fund—federal
13 appropriation are provided solely to implement House Bill No. 2007
14 (emergency medical transportation).

15 ~~((z))~~ (gg) Within amounts appropriated in this section, the
16 health care authority shall conduct a review of its adult dental
17 program in cooperation with and utilizing resources from Washington
18 dental services foundation. The authority shall develop a plan to
19 implement an expanded oral health care program for adults with
20 diabetes and pregnant women. A report summarizing the authority's
21 implementation plan and an estimation of cost savings must be
22 submitted to the governor and the appropriate committees of the
23 legislature by December 1, 2015.

24 ~~((aa))~~ (hh) No more than ~~(((\$1,175,000))~~ \$452,000 of the general
25 fund—state appropriation for fiscal year 2016 and no more than
26 \$723,000 of the general fund—state appropriation for fiscal year 2017
27 may be expended for reimbursement for nonhospital based rural health
28 clinics auditing costs to complete annual payment reconciliations for
29 calendar years 2011-2013 as required under 42 U.S.C. Sec. 1396a
30 (bb)(5)(A). The department shall use the agreed-upon procedures to
31 complete the reconciliations. Nonhospital-based clinics shall be
32 reimbursed for the cost of auditing using the agreed-upon procedures
33 for payment reconciliation for this time period only.

34 ~~((bb))~~ (ii) The appropriations in this section represent a
35 transfer of expenditure authority of \$2,333,000 of the general fund—
36 federal appropriation for fiscal year 2016 and \$1,782,000 of the
37 general fund—federal appropriation for fiscal year 2017 to the office
38 of financial management to implement Engrossed Substitute Senate Bill
39 No. 5084 (all payer claims database).

1 ~~((ee))~~ (jj) Pursuant to RCW 41.06.142(3), the authority shall
2 implement a pilot program within existing resources to understand the
3 nature and depth of potential fraud, waste, and abuse and the
4 creation of operational efficiencies within the provider and
5 beneficiary system. The pilot program shall examine streamlining
6 provider enrollment and compliance within the current affordable care
7 act screening requirements and include a post-enrollment review of
8 those currently enrolled in medicaid to determine if there have been
9 changes in demographics, including but not limited to becoming
10 deceased, incarcerated, or residing out of state. The pilot program
11 shall be conducted by the authority in partnership with a third-party
12 vendor that uses national public records data as well as provider-
13 specific data. The authority shall prepare a report to the governor
14 and legislative fiscal committees by December 15, 2015.

15 ~~((dd))~~ (kk) Within amounts appropriated in this section, the
16 health care authority shall conduct a review of its federally
17 qualified health center encounter rates and rural health center
18 encounter rates in comparison to current uniform medical plan rates
19 for the same or similar services. The authority shall consult with
20 the centers for medicare and medicaid services to determine whether
21 federally qualified encounter rates may be adjusted to uniform
22 medical plan rates as a reasonable proxy to cost. The authority must
23 submit a report to the governor and the appropriate committees of the
24 legislature that includes which encounter rates exceed uniform
25 medical rates, the amount by which the rates are exceeded, and the
26 annual cost of paying above uniform medical rates. The report shall
27 also include the steps the authority has taken with the centers for
28 medicare and medicaid services to ensure that rates bear a reasonable
29 relationship to costs incurred by efficiently and economically
30 operated facilities, including whether uniform medical plan or
31 commercial rates may be considered a reasonable proxy to cost. The
32 report must be submitted by January 1, 2016. By September 15, 2016,
33 the authority is directed to directly consult with the centers for
34 medicaid and medicare services to determine whether federally
35 qualified encounter rates may be adjusted to uniform medical plan
36 rates as a reasonable proxy to cost and resubmit the report to
37 include the results of this consultation.

38 ~~((ee))~~ (ll) \$1,035,000 of the general fund—state appropriation
39 for fiscal year 2016, \$965,000 of the general fund—state
40 appropriation for fiscal year 2017, and \$1,846,000 of the general

1 fund—federal appropriation are provided solely for customer service
2 staff to reduce call wait times and improve the number of calls
3 answered by the authority.

4 ~~((ff))~~ (mm) \$386,000 of the general fund—state appropriation
5 for fiscal year 2016, \$361,000 of the general fund—state
6 appropriation for fiscal year 2017, and \$2,018,000 of the general
7 fund—federal appropriation are provided solely for additional staff
8 to support timely resolution of eligibility-related issues for
9 medicaid clients.

10 ~~((gg))~~ (nn)(i) \$123,000 of the general fund—state appropriation
11 for fiscal year 2016, \$118,000 of the general fund—state
12 appropriation for fiscal year 2017, \$48,000 of the state health care
13 authority administrative account—state appropriation, and \$312,000 of
14 the general fund—federal appropriation are provided solely to
15 establish the bleeding disorder collaborative for care.

16 (ii) The collaborative must consist of three representatives from
17 the authority, three representatives from the largest organization in
18 Washington representing patients with bleeding disorders, two
19 representatives from state designated bleeding disorder centers of
20 excellence, and two representatives of federally funded hemophilia
21 treatment centers based in Washington. The collaborative may invite
22 the participation of other persons with expertise that may assist the
23 collaborative in its responsibilities. The collaborative shall adopt
24 a transparent process that allows for public comment prior to the
25 final adoption of any evidence-based practice.

26 (iii) The collaborative shall:

27 (A) Identify and develop evidence-based practices to improve care
28 to patients with bleeding disorders with specific attention to health
29 care cost reduction. To the extent that evidence-based practices are
30 unavailable, the collaborative shall research and create the
31 practices or compile the necessary information. In the event that
32 research on evidence is incomplete, the collaborative may consider
33 research-based practices or emerging best practices;

34 (B) Make recommendations regarding the dissemination of the
35 evidence-based practices to relevant health care professionals and
36 support service providers and propose options for incorporating
37 evidence-based practices into their treatment regimens; and

1 (C) Assist the authority in the development of a cost-benefit
2 analysis regarding the use of evidence-based practices for specific
3 populations in state-purchased health care programs.

4 (iv) The authority shall report to the governor and the
5 legislature by September 1, 2016, regarding the evidence-based
6 practices that have been developed, the clinical and fiscal
7 implications of their implementation, and a strategy for
8 disseminating the practices and incorporating their use among health
9 care professionals in various state-financed health care programs.

10 ~~((hh))~~ (oo) The authority shall use revenue appropriated from
11 the dedicated marijuana fund for contracts with community health
12 centers under RCW 69.50.540 in lieu of general fund—state payments to
13 community health centers for services provided to medical assistance
14 clients, and it is the intent of the legislature that this policy
15 will be continued in subsequent fiscal biennia.

16 (pp) In collaboration with the state hospital association, the
17 authority shall develop and implement a process to review hospital
18 cost report information for new, in-state hospital psychiatric
19 inpatient services that have not had provider specific costs and
20 determine the hospital-specific per diem rate as currently defined
21 for existing providers of psychiatric inpatient services. As a result
22 of this action, the authority shall not incur expenditures in the
23 current biennium. The authority shall report to the office of
24 financial management and appropriate committees of the legislature
25 the following information no later than October 1, 2017:

26 (i) The number of potential new psychiatric beds;

27 (ii) The number of potential new psychiatric beds that were
28 previously designated as acute beds;

29 (iii) The total estimated costs for all new potential psychiatric
30 beds;

31 (iv) The potential savings or expenditures derived from change in
32 bed type usage; and

33 (v) The state fiscal years in which potential costs and savings
34 are likely to incur.

35 (qq) To further the goals of better care, better health outcomes,
36 and reduced per capita costs of health care, the authority shall
37 review its reimbursement methods and rates for births performed at
38 birth centers. The authority shall report to the governor and
39 appropriate committees of the legislature by October 15, 2016, with
40 recommendations for adjusting reimbursement methods and levels,

1 improving access to care, improving the cesarean section rate, and
2 savings options for utilizing birth centers as an alternative to
3 hospitals.

4 (rr) The authority shall submit reports to the governor and the
5 legislature by September 15, 2016, and by September 15, 2017, that
6 delineate the number of individuals in medicaid managed care, by
7 carrier, age, gender, and eligibility category, receiving
8 preventative services and vaccinations. The reports should include
9 baseline and benchmark information from the previous two fiscal years
10 and should be inclusive of, but not limited to, services recommended
11 under the United States preventative services task force, advisory
12 committee on immunization practices, early and periodic screening,
13 diagnostic, and treatment (EPSDT) guidelines, and other relevant
14 preventative and vaccination medicaid guidelines and requirements.

15 (ss) Within amounts appropriated in this section, the authority
16 shall implement Substitute Senate Bill No. 6430 (continuity of care)
17 to update the ProviderOne and HealthPlanFinder systems to allow
18 suspension rather than termination of medical assistance benefits for
19 persons who are incarcerated or committed to a state hospital subject
20 to the same conditions, limitations, and review provided in section
21 705 (3) through (6), chapter 4, Laws of 2015 3rd sp. sess. (Engrossed
22 Substitute Senate Bill No. 6052).

23 (tt) Within amounts appropriated within this section, the
24 authority is directed to increase reimbursement rates for licensed
25 practical nurses and registered nurses providing skilled nursing
26 services in a home setting by \$10.00 per hour. This increase shall be
27 offset by decreases in inpatient hospitalization. The authority is
28 directed to work in collaboration with the home health association
29 and the Washington state hospital association to develop a plan to
30 show how improved access to home health nursing reduces potentially
31 preventable readmissions, increases access to care, reduces hospital
32 length of stay, and prevents overall hospital admissions for clients
33 receiving private-duty nursing, medically intensive care, or home
34 health benefits. The authority shall submit a report to the governor
35 and appropriate committees of the legislature by December 15, 2016,
36 with details of this plan.

37 (uu) The appropriations in this section include specific funds
38 for the purpose of implementing Engrossed Second Substitute House
39 Bill No. 2439 (youth mental health).

1 (vv) Within the amounts appropriated in this section, the health
2 care authority in cooperation with the Washington dental services
3 foundation, the Washington state dental association, and other
4 interested stakeholders shall develop a plan to increase access to
5 care by expanding the medicaid dental network through contracting out
6 the administration of the medicaid dental program. This plan shall
7 include but not be limited to engaging dental expertise in the
8 administration, improving the provider and patient experience,
9 aligning the benefit package with evidence-based care, and beginning
10 to test innovative models of delivery consistent with the goals of
11 the healthier Washington initiative. The authority shall also review
12 options to include contracting with one or more medicaid managed care
13 plans or a third-party administrator. The report summarizing the
14 authority's implementation plan and an estimate of the cost to
15 execute this plan must be submitted to the governor and the
16 appropriate committees of the legislature by December 1, 2016. The
17 plan shall not be implemented until specifically authorized by the
18 legislature.

19 (ww) \$608,000 of the general fund—state appropriation for fiscal
20 year 2017 is provided solely to implement the provider access line
21 (PAL) plus pilot program. For purposes of the PAL plus pilot program,
22 the authority shall work in collaboration with faculty from the
23 University of Washington working on the integration of mental health
24 and medical care.

25 (i) The PAL plus service is targeted to help children and
26 families with medicaid coverage who have mental health concerns not
27 already being served by the regional support network system or other
28 local specialty care providers, and who instead receive treatment
29 from their primary care providers. Services must be offered by
30 regionally based and multipractice shared mental health service
31 providers who deliver in person and over the telephone the following
32 services upon primary care request:

33 (A) Evaluation and diagnostic support;
34 (B) Individual patient care progress tracking;
35 (C) Behavior management coaching; and
36 (D) Other evidence supported psychosocial care supports which are
37 delivered as an early and easily accessed intervention for families.

38 (ii) The PAL team of child psychiatrists and psychologists shall
39 provide mental health service providers with training and support,
40 weekly care plan reviews and support on their caseloads, and direct

1 patient evaluations for selected enhanced assessments, and must
2 utilize a shared electronic reporting and tracking system to ensure
3 that children not improving are identified as such and helped to
4 receive additional services. The PAL team shall promote the
5 appropriate use of cognitive behavioral therapies and other
6 treatments which are empirically supported or evidence-based and
7 encourage providers to use psychotropic medications as a last resort.

8 (iii) The authority shall monitor PAL plus service outcomes,
9 including, but not limited to:

10 (A) Characteristics of the population being served;

11 (B) Process measures of service utilization;

12 (C) Behavioral health symptom rating scale outcomes of
13 individuals and aggregate rating scale outcomes of populations of
14 children served;

15 (D) Claims data comparison of implementation versus non-
16 implementation regions;

17 (E) Service referral patterns to local specialty mental health
18 care providers; and

19 (F) Family and provider feedback.

20 (iv) By December 31, 2017, the authority shall make a preliminary
21 evaluation of the viability of a statewide PAL plus service program
22 and report to the appropriate committees of the legislature, with a
23 final evaluation report due by December 31, 2018. The final report
24 must include recommendations on sustainability and leveraging funds
25 through behavioral health and managed care organizations.

26 (2) PUBLIC EMPLOYEES BENEFITS BOARD AND EMPLOYEE BENEFITS
27 PROGRAMS

28 State Health Care Authority Administration Account—

29 State Appropriation. ((~~\$38,983,000~~))

30 \$38,701,000

31 The appropriation in this subsection is subject to the following
32 conditions and limitations:

33 (a) \$162,000 of the state health care authority administration
34 account—state appropriation is for the health care authority to work
35 with participating employers to minimize employer penalties that may
36 be incurred by employers not providing health benefit coverage for
37 part-time employees that are defined as full-time employees under the
38 employer shared responsibility provisions of the federal affordable
39 care act.

1 **(b)(i) The state employer contribution for state employee**
2 **insurance benefits is reduced for fiscal year 2017 from \$894 per**
3 **month to \$888 per month. Reductions are achieved while maintaining**
4 **fully funded reserves through the use of accumulated surplus funds**
5 **due to reduced claims costs, and reduced litigation costs due to the**
6 **settlement of the litigation in the four *Moore, et al. v. Health Care***
7 ***Authority and the state of Washington* cases. The authority is**
8 **required to review the effectiveness of the wellness program known as**
9 **smarthealth, and report to the appropriate committees of the**
10 **legislature on the effectiveness of the wellness program on a**
11 **quarterly basis beginning no later than June 30, 2016. The**
12 **effectiveness report shall include information on the contractors'**
13 **communication strategies, rates of employee engagement, and the**
14 **identification and quarterly measurement of employee wellness outcome**
15 **criteria, such as the rates of sick leave use and of improvements in**
16 **chronic medical conditions among wellness plan participants. Prior to**
17 **procuring contracts for health insurance and services for the 2017**
18 **calendar year, the authority shall also present the findings on the**
19 **effectiveness of the wellness plan, including per plan member and per**
20 **wellness plan-participant costs of the wellness program at a public**
21 **meeting of the public employees' benefits board.**

22 **(ii) The authority and the public employees' benefits board shall**
23 **consult with the Washington state institute for public policy on the**
24 **cost-effectiveness of the wellness plan and any changes to the plan**
25 **that can be made to increase the health care efficiency of the**
26 **wellness plan.**

27 **(iii) The authority and the public employees' benefits board**
28 **shall ensure that procurement for employee health benefits during the**
29 **2017-2019 fiscal biennium is consistent with the funding limitations**
30 **provided in sections 908 through 910 of this act.**

31 **(3) HEALTH BENEFIT EXCHANGE**

32	General Fund—State Appropriation (FY 2016).	((\$5,872,000))
33		<u>\$5,942,000</u>
34	General Fund—State Appropriation (FY 2017).	((\$5,146,000))
35		<u>\$5,184,000</u>
36	General Fund—Federal Appropriation.	((\$40,427,000))
37		<u>\$49,410,000</u>
38	Health Benefit Exchange Account—State Appropriation.	((\$58,567,000))
39		<u>\$50,503,000</u>

TOTAL APPROPRIATION. ((~~\$110,012,000~~))
\$111,039,000

The appropriations in this subsection are subject to the following conditions and limitations:

(a) The receipt and use of medicaid funds provided to the health benefit exchange from the health care authority are subject to compliance with state and federal regulations and policies governing the Washington apple health programs, including timely and proper application, eligibility, and enrollment procedures.

(b) \$4,755,000 of the health benefit exchange account—state appropriation and \$5,069,000 of the general fund—federal appropriation are provided solely for the customer service call center.

(c) \$577,000 of the general fund—state appropriation for fiscal year 2016, \$810,000 of the general fund—state appropriation for fiscal year 2017, \$3,606,000 of the health benefit exchange account—state appropriation, and \$1,389,000 of the general fund—federal appropriation are provided solely for in-person assisters and outreach to help individuals and families complete applications for health coverage.

(d) \$1,417,000 of the health benefit exchange account—state appropriation and \$8,218,000 of the general fund—federal appropriation are provided solely to fund the design, development, implementation, operation, and maintenance of the health benefit exchange's information technology systems.

(e) The authority shall require the exchange to submit to the authority and the appropriate committees of the legislature by September 30, 2015, and September 30, 2016, a detailed report including:

(i) Salaries of all current employees of the exchange, including starting salary, any increases received, and the basis for any increases; and

(ii) Salary, overtime, and compensation policies for staff of the exchange.

(f) The authority shall require the exchange to submit to the authority and the appropriate committees of the legislature on a monthly basis:

(i) A report of all expenses; and

(ii) Beginning and ending fund balances, by fund source; and

1 (iii) Any contracts or contract amendments signed by the
2 exchange; and

3 (iv) An accounting of staff required to operate the exchange
4 broken out by full time equivalent positions, contracted employees,
5 temporary staff, and any other relevant designation that indicates
6 the staffing level of the exchange.

7 (g)(i) By July 31, 2016, the authority shall make a payment of
8 half the general fund—state appropriation for fiscal year 2017 and
9 half the health benefit exchange account—state appropriation to the
10 health benefit exchange. By January 31, 2017, the authority shall
11 make a payment of the remaining half of the general fund—state
12 appropriation for fiscal year 2017 and the remaining half of the
13 health benefit exchange account—state appropriation to the health
14 benefit exchange.

15 (ii) The exchange shall monitor actual to projected revenues and
16 make necessary adjustments in expenditures or carrier assessments to
17 ensure expenditures do not exceed actual revenues.

18 (iii) Payments made from general fund—state appropriation and
19 health benefit exchange account—state appropriation shall be
20 available for expenditure for no longer than the period of the
21 appropriation from which it was made. When the actual cost of
22 materials and services have been fully determined, and in no event
23 later than the lapsing of the appropriation, any unexpended balance
24 of the payment shall be returned to the authority for credit to the
25 fund or account from which it was made, and under no condition shall
26 expenditures exceed actual revenue.

27 (iv) As the state designated medicaid agency, the authority is
28 responsible for maximizing the recovery of federal medicaid dollars
29 and the timely application and follow-up for obtaining federal
30 approval of advanced planning documents (APD). The authority shall
31 work with the exchange to submit an APD that maximizes the recovery
32 of medicaid costs incurred by the exchange, including indirect
33 administrative and operational costs, no later than sixty days after
34 the enactment of the omnibus appropriations act each year.

35 (h) \$70,000 of the general fund—state appropriation for fiscal
36 year 2016, \$38,000 of the general fund—state appropriation for fiscal
37 year 2017, \$204,000 of the health benefit exchange account—state
38 appropriation, and \$110,000 of the general fund—federal appropriation

are provided solely for improvements to the health benefit exchange financial system.

Sec. 214. 2015 3rd sp.s. c 4 s 214 (uncodified) is amended to read as follows:

FOR THE HUMAN RIGHTS COMMISSION

General Fund—State Appropriation (FY 2016).	((\$2,074,000))
	<u>\$2,091,000</u>
General Fund—State Appropriation (FY 2017).	((\$2,094,000))
	<u>\$2,092,000</u>
General Fund—Federal Appropriation.	((\$2,308,000))
	<u>\$2,307,000</u>
TOTAL APPROPRIATION.	((\$6,476,000))
	<u>\$6,490,000</u>

Sec. 215. 2015 3rd sp.s. c 4 s 215 (uncodified) is amended to read as follows:

FOR THE BOARD OF INDUSTRIAL INSURANCE APPEALS

Worker and Community Right-to-Know Account—State	
Appropriation.	\$10,000
Accident Account—State Appropriation.	((\$20,857,000))
	<u>\$20,864,000</u>
Medical Aid Account—State Appropriation.	((\$20,857,000))
	<u>\$20,864,000</u>
TOTAL APPROPRIATION.	((\$41,724,000))
	<u>\$41,738,000</u>

Sec. 216. 2015 3rd sp.s. c 4 s 216 (uncodified) is amended to read as follows:

FOR THE CRIMINAL JUSTICE TRAINING COMMISSION

General Fund—State Appropriation (FY 2016).	((\$18,478,000))
	<u>\$18,996,000</u>
General Fund—State Appropriation (FY 2017).	((\$17,392,000))
	<u>\$17,543,000</u>
General Fund—Private/Local Appropriation.	((\$4,391,000))
	<u>\$4,745,000</u>
Death Investigations Account—State Appropriation.	\$148,000
24/7 Sobriety Account—State Appropriation.	\$30,000
Municipal Criminal Justice Assistance Account—	

1	State Appropriation.	\$460,000
2	Washington Auto Theft Prevention Authority Account—	
3	State Appropriation.	((\$8,168,000))
4		<u>\$7,668,000</u>
5	TOTAL APPROPRIATION.	((\$49,067,000))
6		<u>\$49,590,000</u>

7 The appropriations in this section are subject to the following
8 conditions and limitations:

9 (1) \$5,000,000 of the general fund—state appropriation for fiscal
10 year 2016 and \$5,000,000 of the general fund—state appropriation for
11 fiscal year 2017, are provided to the Washington association of
12 sheriffs and police chiefs solely to verify the address and residency
13 of registered sex offenders and kidnapping offenders under RCW
14 9A.44.130. The association ((shall)) may use no more than \$50,000 per
15 fiscal year of the amounts provided on program management activities.

16 (2) ((~~\$558,720~~)) \$605,280 of the general fund—local appropriation
17 is provided solely to purchase ammunition for the basic law
18 enforcement academy. Jurisdictions shall reimburse to the criminal
19 justice training commission the costs of ammunition, based on the
20 average cost of ammunition per cadet, for cadets that they enroll in
21 the basic law enforcement academy.

22 (3) The criminal justice training commission may not run a basic
23 law enforcement academy class of fewer than 30 students.

24 (4) \$100,000 of the general fund—state appropriation for fiscal
25 year 2016 and \$100,000 of the general fund—state appropriation for
26 fiscal year 2017 are provided solely for a school safety program. The
27 commission, in collaboration with the school safety center advisory
28 committee, shall provide the school safety training for all school
29 administrators and school safety personnel hired after the effective
30 date of this section.

31 (5) \$96,000 of the general fund—state appropriation for fiscal
32 year 2016 and \$96,000 of the general fund—state appropriation for
33 fiscal year 2017 are provided solely for the school safety center
34 within the commission. The safety center shall act as an information
35 dissemination and resource center when an incident occurs in a school
36 district in Washington or in another state, coordinate activities
37 relating to school safety, and review and approve manuals and
38 curricula used for school safety models and training. Through an
39 interagency agreement, the commission shall provide funding for the

1 office of the superintendent of public instruction to continue to
2 develop and maintain a school safety information web site. The school
3 safety center advisory committee shall develop and revise the
4 training program, using the best practices in school safety, for all
5 school safety personnel. The commission shall provide research-
6 related programs in school safety and security issues beneficial to
7 both law enforcement and schools.

8 (6) \$123,000 of the general fund—state appropriation for fiscal
9 year 2016 and \$123,000 of the general fund—state appropriation for
10 fiscal year 2017 are provided solely for the costs of providing
11 statewide advanced driving training with the use of a driving
12 simulator.

13 (7) \$644,000 of the general fund—state appropriation for fiscal
14 year 2016 and \$595,000 of the general fund—state appropriation for
15 fiscal year 2017 are provided solely for implementation of Second
16 Substitute Senate Bill No. 5311 (crisis intervention training).

17 (8) \$250,000 of the general fund—state appropriation for fiscal
18 year 2016 and \$250,000 of the general fund—state appropriation for
19 fiscal year 2017 are provided solely for the criminal justice
20 training commission to develop and deliver research-based programs to
21 instruct, guide, and support local law enforcement agencies in
22 fostering the "guardian philosophy" of policing, which emphasizes de-
23 escalating conflicts and reducing the use of force.

24 (9) \$429,000 of the general fund—state appropriation for fiscal
25 year 2016 and \$429,000 of the general fund—state appropriation for
26 fiscal year 2017 are provided solely for deposit into the
27 nonappropriated Washington internet crimes against children account
28 for the implementation of Second Substitute Senate Bill No. 5215
29 (internet crimes against children).

30 (10) \$300,000 of the general fund—state appropriation for fiscal
31 year 2017 is provided solely to the Washington association of
32 sheriffs and police chiefs to fund pilot projects for law enforcement
33 agencies in Spokane, Spokane Valley, and Spokane County to set up
34 auto theft task forces in high risk locations and increase the use of
35 teams devoted to combating residential burglary.

36 (11) \$5,000 of the general fund—state appropriation for fiscal
37 year 2017 is provided solely for the purpose of implementing House
38 Bill No. 1448 (suicide threat response).

Sec. 217. 2015 3rd sp.s. c 4 s 217 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF LABOR AND INDUSTRIES

General Fund—State Appropriation (FY 2016).	((\$16,331,000))
	<u>\$16,307,000</u>
General Fund—State Appropriation (FY 2017).	((\$17,640,000))
	<u>\$17,611,000</u>
General Fund—Federal Appropriation.	\$11,876,000
Asbestos Account—State Appropriation.	\$1,177,000
Electrical License Account—State Appropriation.	((\$48,147,000))
	<u>\$48,157,000</u>
Farm Labor Contractor Account—State Appropriation.	\$28,000
Worker and Community Right-to-Know Account—	
State Appropriation.	((\$938,000))
	<u>\$972,000</u>
Public Works Administration Account—State	
Appropriation.	((\$6,360,000))
	<u>\$7,629,000</u>
Manufactured Home Installation Training Account—	
State Appropriation.	\$355,000
Accident Account—State Appropriation.	((\$278,575,000))
	<u>\$281,472,000</u>
Accident Account—Federal Appropriation.	\$13,626,000
Medical Aid Account—State Appropriation.	((\$292,095,000))
	<u>\$296,297,000</u>
Medical Aid Account—Federal Appropriation.	\$3,186,000
Plumbing Certificate Account—State Appropriation.	((\$1,784,000))
	<u>\$1,783,000</u>
Pressure Systems Safety Account—State	
Appropriation.	\$4,250,000
TOTAL APPROPRIATION.	((\$696,368,000))
	<u>\$704,726,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$250,000 of the general fund—state appropriation for fiscal year 2016 and \$250,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for implementation of chapter 100, Laws of 2015 (Substitute Senate Bill No. 5897).

1 (2) \$2,300,000 of the medical aid account—state appropriation is
2 provided solely for implementation of chapter 137, Laws of 2015
3 (Substitute House Bill No. 1496).

4 (3) \$494,000 of the medical aid account—state appropriation and
5 \$1,580,000 of the accident fund—state appropriation are provided
6 solely for continuation of the logger safety initiative.

7 (4) \$4,923,000 of the medical aid account—state appropriation and
8 \$4,924,000 of the accident fund—state appropriation are provided
9 solely for the first phase of the department's plan to replace its
10 labor and industries industrial insurance information technology
11 system subject to the same conditions, limitations, and review
12 provided in section 705 (3) through (6) of this act.

13 (5) \$3,548,000 of the electrical license account—state
14 appropriation is provided solely for the department to develop a
15 modern and mobile information technology system for its electrical
16 inspection program subject to the same conditions, limitations, and
17 review provided in section 705 (3) through (6) of this act.

18 (6) The department is directed under RCW 39.12.070 to adjust its
19 fee schedule for statements of intent to pay prevailing wages and
20 certification of affidavits of wages paid to remove or lower fees for
21 contractors and subcontractors whose contract amounts are less than
22 seven hundred fifty dollars beginning on January 1, 2016.

23 (7) \$140,000 of the public works administration account—state
24 appropriation is provided solely for implementation of chapter 40,
25 Laws of 2015 3rd sp. sess. to create an electronic option for
26 employers to submit prevailing wage surveys.

27 (8) \$640,000 of the medical aid account—state appropriation is
28 provided solely for a pilot program under which the department
29 partners with an experienced firm or firms to manage care involving
30 catastrophically injured workers.

31 (a) For each injured worker referred by the department the firm
32 must propose a contract identifying a case outcome, the treatment
33 needed to achieve it, and a fixed price for doing so.

34 (b) If the department agrees to the contract: (i) The firm must
35 assume responsibility at the fixed price for the medical management
36 and may include all medical costs until the outcome is achieved; (ii)
37 the department retains the authority to approve or deny particular
38 treatments; and (iii) the department retains the responsibility to
39 accept and pay providers' actual bills, and the firm's compensation

will be the difference between the fixed price and actual medical costs, if the firm chooses to propose a contract that includes medical costs.

(c) The department must contract with the firm or firms to manage at least twelve catastrophic cases each fiscal year, starting in fiscal year 2017, provided there is at least that many cases where: (i) An injured worker elects to be served by the firm; and (ii) the fixed price proposed by the firm is lower than the amount the department would pay to achieve the identified outcome if it did not contract with the firm.

(d) The department must provide a written report on the pilot program to the appropriate committees of the legislature in December 2016 and annually through December 2019 or the last December following termination of the contacts by the firm or firms or department.

(9) \$1,130,000 of the public works administration account—state appropriation is provided solely for the department's prevailing wage technology project subject to the same conditions, limitations, and review provided in section 705 (3) through (6), chapter 4, Laws of 2015 3rd sp. sess. (Engrossed Substitute Senate Bill No. 6052).

(10) \$738,000 of the medical aid account—state appropriation is provided solely to expand the use of evidence-based best practices to reduce the risk of long-term disabilities among injured workers. By December 1, 2016, the department must report to the appropriate committees of the legislature with performance measures and metrics to be used to evaluate whether the funded activities are improving care and outcomes for injured workers.

Sec. 218. 2015 3rd sp.s. c 4 s 218 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF VETERANS AFFAIRS

(1) HEADQUARTERS

General Fund—State Appropriation (FY 2016).	((\$1,806,000))
	<u>\$1,810,000</u>
General Fund—State Appropriation (FY 2017).	((\$1,835,000))
	<u>\$2,662,000</u>

Charitable, Educational, Penal, and Reformatory

Institutions Account—State Appropriation.	\$10,000
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TOTAL APPROPRIATION.	((\$3,651,000))
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1		<u>\$4,482,000</u>
2	(2) FIELD SERVICES	
3	General Fund—State Appropriation (FY 2016).	((\$5,449,000))
4		<u>\$5,465,000</u>
5	General Fund—State Appropriation (FY 2017).	((\$5,465,000))
6		<u>\$5,526,000</u>
7	General Fund—Federal Appropriation.	((\$3,599,000))
8		<u>\$3,628,000</u>
9	General Fund—Private/Local Appropriation.	((\$4,597,000))
10		<u>\$4,622,000</u>
11	Veteran Estate Management Account—Private/Local	
12	Appropriation.	((\$1,154,000))
13		<u>\$623,000</u>
14	TOTAL APPROPRIATION.	((\$20,264,000))
15		<u>\$19,864,000</u>

16 The appropriations in this subsection are subject to the
17 following conditions and limitations:

18 (a) \$300,000 of the general fund—state appropriation for fiscal
19 year 2016 and \$300,000 of the general fund—state appropriation for
20 fiscal year 2017 are provided solely to provide crisis and emergency
21 relief and education, training, and employment assistance to veterans
22 and their families in their communities through the veterans
23 innovation program.

24 (b) The creation of an automated exchange of information between
25 the federal department of defense, federal veterans administration,
26 and the Washington department of veterans affairs is the sole project
27 for the Washington department of veterans affairs in the information
28 technology pool. Ongoing funding may be provided for staffing,
29 training, and subscription costs associated with a web-based software
30 tool that has been configured to meet the business requirements of
31 the Washington department of veterans affairs. Additional information
32 technology projects, such as the complete automation of the
33 Washington department of veterans affairs business processes through
34 an enterprise case management system, are subject to future funding
35 decisions by the legislature. The conditions and limitations in this
36 subsection apply only if the specified project is funded from the
37 information technology pool.

38 (3) INSTITUTIONAL SERVICES

1	General Fund—State Appropriation (FY 2016).	((\$688,000))
2		<u>\$697,000</u>
3	General Fund—State Appropriation (FY 2017).	((\$815,000))
4		<u>\$796,000</u>
5	General Fund—Federal Appropriation.	((\$79,699,000))
6		<u>\$80,104,000</u>
7	General Fund—Private/Local Appropriation.	((\$29,613,000))
8		<u>\$29,781,000</u>
9	TOTAL APPROPRIATION.	((\$110,815,000))
10		<u>\$111,378,000</u>

11 **Sec. 219.** 2015 3rd sp.s. c 4 s 219 (uncodified) is amended to
12 read as follows:

13 **FOR THE DEPARTMENT OF HEALTH**

14	General Fund—State Appropriation (FY 2016).	((\$57,875,000))
15		<u>\$57,958,000</u>
16	General Fund—State Appropriation (FY 2017).	((\$58,931,000))
17		<u>\$60,149,000</u>
18	General Fund—Federal Appropriation.	((\$548,374,000))
19		<u>\$564,025,000</u>
20	General Fund—Private/Local Appropriation.	((\$151,143,000))
21		<u>\$151,242,000</u>
22	Hospital Data Collection Account—State Appropriation. .	((\$231,000))
23		<u>\$331,000</u>
24	Health Professions Account—State Appropriation. . .	((\$115,892,000))
25		<u>\$120,788,000</u>
26	Aquatic Lands Enhancement Account—State Appropriation. . . .	\$615,000
27	Emergency Medical Services and Trauma Care Systems	
28	Trust Account—State Appropriation.	((\$11,226,000))
29		<u>\$9,226,000</u>
30	Safe Drinking Water Account—State Appropriation. . . .	((\$6,930,000))
31		<u>\$6,934,000</u>
32	Drinking Water Assistance Account—Federal	
33	Appropriation.	((\$15,360,000))
34		<u>\$17,364,000</u>
35	Waterworks Operator Certification—State	
36	Appropriation.	((\$1,605,000))
37		<u>\$1,606,000</u>
38	Drinking Water Assistance Administrative Account—	

1	State Appropriation.	\$357,000
2	Site Closure Account—State Appropriation.	\$162,000
3	Biotoxin Account—State Appropriation.	\$1,894,000
4	State Toxics Control Account—State Appropriation.	((\$5,958,000))
5		<u>\$4,037,000</u>
6	Medical Test Site Licensure Account—State	
7	Appropriation.	((\$2,512,000))
8		<u>\$2,516,000</u>
9	Youth Tobacco Prevention Account—State Appropriation.	((\$1,281,000))
10		<u>\$2,962,000</u>
11	Public Health Supplemental Account—Private/Local	
12	Appropriation.	\$3,244,000
13	Accident Account—State Appropriation.	\$324,000
14	Medical Aid Account—State Appropriation.	\$53,000
15	Medicaid Fraud Penalty Account—State	
16	Appropriation.	((\$968,000))
17		<u>\$994,000</u>
18	Dedicated Marijuana Account—State	
19	Appropriation (FY 2016).	\$7,500,000
20	Dedicated Marijuana Account—State	
21	Appropriation (FY 2017).	\$7,500,000
22	TOTAL APPROPRIATION.	((\$999,935,000))
23		<u>\$1,021,781,000</u>

24 The appropriations in this section are subject to the following
25 conditions and limitations:

26 (1) The department of health shall not initiate any services that
27 will require expenditure of state general fund moneys unless
28 expressly authorized in this act or other law. The department of
29 health and the state board of health shall not implement any new or
30 amended rules pertaining to primary and secondary school facilities
31 until the rules and a final cost estimate have been presented to the
32 legislature, and the legislature has formally funded implementation
33 of the rules through the omnibus appropriations act or by statute.
34 The department may seek, receive, and spend, under RCW 43.79.260
35 through 43.79.282, federal moneys not anticipated in this act as long
36 as the federal funding does not require expenditure of state moneys
37 for the program in excess of amounts anticipated in this act. If the
38 department receives unanticipated unrestricted federal moneys, those
39 moneys shall be spent for services authorized in this act or in any

1 other legislation that provides appropriation authority, and an equal
2 amount of appropriated state moneys shall lapse. Upon the lapsing of
3 any moneys under this subsection, the office of financial management
4 shall notify the legislative fiscal committees. As used in this
5 subsection, "unrestricted federal moneys" includes block grants and
6 other funds that federal law does not require to be spent on
7 specifically defined projects or matched on a formula basis by state
8 funds.

9 (2) \$130,000 of the health professions state account—state
10 appropriation is provided solely for implementation of chapter 118,
11 Laws of 2015 (applied behavior analysis).

12 (3) \$38,000 of the general fund—state appropriation for fiscal
13 year 2016 and \$38,000 of the general fund—state appropriation for
14 fiscal year 2017 are provided solely for the department of health,
15 the department of social and health services, and the health care
16 authority to continue to collaborate to submit a coordinated report
17 on diabetes to the governor and appropriate committees of the
18 legislature by June 30, 2017. The report on diabetes must include the
19 following:

20 (a) An analysis of the financial impact and reach that diabetes
21 of all types is having on programs administered by each agency and
22 individuals enrolled in those programs, including:

23 (i) The number of individuals with diabetes that are impacted or
24 covered by these programs;

25 (ii) The number of family members of individuals with diabetes
26 that are impacted by these programs;

27 (iii) The financial toll or impact that diabetes and its
28 complications places on these programs, and how the financial toll or
29 impact compares to that of other chronic diseases and conditions;

30 (b) An assessment of the benefits of programs and activities
31 implemented by the agencies to control and prevent diabetes,
32 including documentation of the amount and source of the agencies'
33 funding for these programs and activities;

34 (c) A description of the level of coordination existing between
35 the agencies on activities, programmatic activities, and messaging on
36 managing, treating, or preventing all forms of diabetes and its
37 complications;

38 (d) The development of or revision to each agency's action plan
39 for addressing the impact of diabetes together with a range of

1 actionable items for either each agency or consideration by the
2 legislature, or both. The plans must, at a minimum:

3 (i) Identify proposed action steps to reduce the impact of
4 diabetes, prediabetes, and related diabetes complications, especially
5 for medicaid populations;

6 (ii) Identify expected outcomes in subsequent biennia; and

7 (iii) Establish benchmarks for controlling and preventing
8 relevant forms of diabetes and appropriate measures for success;

9 (e) An estimate of the costs, return on investment, and resources
10 required to implement the plans identified in subsection (d) of this
11 section.

12 (4) \$30,000 of the medicaid fraud penalty account—state
13 appropriation is provided solely for implementation of chapter 259,
14 Laws of 2015 (prescription drug monitoring).

15 (5) \$4,015,000 of the health professions account—state
16 appropriation is provided solely for implementation of chapter 70,
17 Laws of 2015 (cannabis patient protection).

18 (6) \$7,250,000 of the dedicated marijuana account—state
19 appropriation for fiscal year 2016 and \$7,250,000 of the dedicated
20 marijuana account—state appropriation for fiscal year 2017 are
21 provided solely for a marijuana education and public health program
22 and for tobacco prevention activities that target youth and
23 populations with a high incidence of tobacco use.

24 (7) \$250,000 of the dedicated marijuana account—state
25 appropriation for fiscal year 2016 and \$250,000 of the dedicated
26 marijuana account—state appropriation for fiscal year 2017 are
27 provided solely for a contract with the Washington poison center to
28 help maintain national accreditation standards.

29 (8) \$65,000 of the general fund—state appropriation for fiscal
30 year 2016 and \$65,000 of the general fund—state appropriation for
31 fiscal year 2017 are provided solely for the midwifery licensure and
32 regulatory program to supplement revenue from fees. The department
33 shall charge no more than five hundred twenty-five dollars annually
34 for new or renewed licenses for the midwifery program.

35 (9) During the 2015-2017 fiscal biennium, each person subject to
36 RCW 43.70.110(3)(c) is required to pay only one surcharge of up to
37 twenty-five dollars annually for the purposes of RCW 43.70.112,
38 regardless of how many professional licenses the person holds.

1 (10)(a) Within existing resources, the department of health shall
2 compile a report on ambulatory surgical facilities to be submitted to
3 the appropriate committees of the legislature by January 1, 2016. The
4 report shall determine:

5 (i) How many ambulatory centers are currently functioning in the
6 state;

7 (ii) How many cases these centers receive annually;

8 (iii) How many of these centers are medicare certified;

9 (iv) How many of these centers are not medicare certified; and

10 (v) How many are also certified by an accrediting organization.

11 (b) The department shall not increase current annual fees for new
12 or renewed licenses for ambulatory surgical facilities during the
13 2015-2017 fiscal biennium.

14 (11)(a) The pharmacy quality assurance commission shall engage in
15 a stakeholder process to develop statutory standards and protocols
16 specific to long-term care pharmacies and shall submit the proposed
17 statute to the senate health care committee and house health care and
18 wellness committee no later than November 15, 2015.

19 (b) When inspecting and reviewing long-term care pharmacies, the
20 pharmacy quality assurance commission and the department of health
21 shall recognize the applicability of medication orders in long-term
22 care facilities and recognize the essential relationship between the
23 practitioner, the long-term care facility registered nurse, and the
24 pharmacist in conveying chart orders to the long-term care pharmacy.

25 (12) \$52,000 of the health professions account—state
26 appropriation is provided solely for implementation of chapter 159,
27 Laws of 2015 (victim interviews training).

28 ~~(13) ((Information technology projects and proposed projects for~~
29 ~~time capture, payroll and payment processes, and eligibility and~~
30 ~~authorization systems within the department of health are subject to~~
31 ~~technical oversight by the office of the chief information officer))~~
32 Information technology projects or investments and proposed projects
33 or investments impacting time capture, payroll and payment processes
34 and systems, eligibility, case management, and authorization systems
35 within the department of health are subject to technical oversight by
36 the office of the chief information officer.

37 (14) \$1,923,000 of the state toxics control account—state
38 appropriation is provided solely for implementation of Engrossed
39 Second Substitute House Bill No. 1472 (chemical action plans), Second
40 Substitute Senate Bill No. 5056 (safer chemicals/action plans),

1 Substitute Senate Bill No. 6131 (safer chemicals), or any of these.
2 Within the amount provided in this subsection, \$1,554,000 is provided
3 solely for the department to conduct biomonitoring studies. If none
4 of these bills is enacted by July 10, 2015, the amount provided in
5 this subsection shall lapse.

6 (15) \$123,000 of the general fund—state appropriation for fiscal
7 year 2016 and \$123,000 of the general fund—state appropriation for
8 fiscal year 2017 are provided solely for the department of health to
9 support Washington's healthiest next generation efforts by partnering
10 with the office of the superintendent of public instruction,
11 department of early learning, and other public and private partners
12 as appropriate.

13 (16) \$230,000 of the general fund—state appropriation for fiscal
14 year 2017 is provided solely for the implementation of Engrossed
15 Second Substitute Senate Bill No. 6534 (maternal mortality review).
16 If this bill is not enacted by June 30, 2016, the amount provided in
17 this subsection shall lapse.

18 (17) Within the amounts appropriated from the health professions
19 account—state appropriation, the department must manage its pending
20 rule-making process related to the educational and training
21 requirements for chemical dependency professionals to complete the
22 rule-making by June 30, 2016.

23 (18) Within the amounts appropriated in this section, the
24 department must implement the 2014 Washington state hepatitis
25 strategic plan, including but not limited to the implementation of
26 the centers for disease control and prevention hepatitis C screening
27 guidelines for persons born between 1945-1965 and other high risk
28 groups, hepatitis C prevention, and hepatitis C case management.

29 (19) The appropriations in this section include sufficient
30 funding for the implementation of Substitute Senate Bill No. 5778
31 (ambulatory surgical centers).

32 (20) The appropriations in this section include sufficient
33 funding for the implementation of Senate Bill No. 5689 (diabetes
34 epidemic).

35 (21) \$26,000 of the medicaid fraud penalty account—state
36 appropriation is provided solely for the implementation of Substitute
37 House Bill No. 2730 (prescription monitoring program). If the bill is
38 not enacted by June 30, 2016, the amount provided in this subsection
39 shall lapse.

1 (22) \$21,000 of the general fund—state appropriation for fiscal
2 year 2017 is provided solely for the implementation of Substitute
3 Senate Bill No. 6421 (epinephrine autoinjectors). If the bill is not
4 enacted by June 30, 2016, the amount in this subsection shall lapse.

5 (23) \$49,000 of the general fund—state appropriation for fiscal
6 year 2017 is provided solely for the department to convene a task
7 force on patient out-of-pocket costs.

8 (a) By July 1, 2016, the department shall convene the task force,
9 and the department shall coordinate the task force meetings. The task
10 force shall include representatives from all participants with a role
11 in determining prescription drug costs and out-of-pocket costs for
12 patients, such as, but not limited to the following: Patient groups;
13 insurance carriers operating in the state; pharmaceutical companies;
14 prescribers; pharmacists; pharmacy benefit managers; hospitals; the
15 office of the insurance commissioner; the health care authority and
16 other purchasers; the office of financial management; unions; Taft-
17 Hartley trusts; a business association; and biotechnology.

18 (b) Letters of interest from potential participants shall be
19 submitted to the department, and the secretary, or his or her
20 designee, shall invite representatives of interested groups to
21 participate in the task force.

22 (c) The task force shall evaluate factors contributing to the
23 out-of-pocket costs for patients, particularly in the first quarter
24 of each year, including but not limited to prescription drug cost
25 trends and plan benefit design.

26 (d) The task force shall consider patient treatment adherence and
27 the impacts on chronic illness and acute disease, with consideration
28 of the long-term outcomes and costs for the patient. The discussion
29 must also consider the impact when patients cannot maintain access to
30 their prescription drugs and the implications of adverse health
31 impacts including the potential need for more expensive medical
32 interventions or hospitalizations and the impact on the workforce
33 regarding the loss of productivity. The discussion must also consider
34 the impact of the factors on the affordability of health care
35 coverage.

36 (e) The task force recommendations, or a summary of the
37 discussions, must be provided to the appropriate committees of the
38 legislature by December 1, 2016.

39 (24) Recognizing the financial challenges faced by the public
40 health system, which comprises state and local entities, and the

1 impact that those financial challenges have had on the system's
2 ability to deliver essential public health services throughout the
3 state, the legislature directs the department and local public health
4 jurisdictions, within amounts appropriated in this section, to
5 provide a proposal outlining a plan for implementing foundational
6 public health services statewide to modernize, streamline, and fund a
7 twenty-first century public health system in Washington state.
8 Current fees that support the work of public health should be
9 reviewed, and the proposal should identify those fees that are not
10 currently supplying adequate revenue to maintain compliance or
11 enforcement. The first report regarding the proposal is due to the
12 appropriate committees of the legislature no later than December 1,
13 2016, and subsequent reports shall be submitted biennially,
14 thereafter.

15 (25) \$1,681,000 of the youth tobacco prevention account—state
16 appropriation is provided solely for the implementation of Engrossed
17 Substitute Senate Bill No. 6328 (vapor products). If the bill is not
18 enacted by June 30, 2016, the amount provided in this subsection
19 shall lapse.

20 (26) \$160,000 of the health professions state account—state
21 appropriation is provided solely for the implementation of Substitute
22 Senate Bill No. 6558 (hospital pharmacy license). If the bill is not
23 enacted by June 30, 2016, the amount provided in this subsection
24 shall lapse.

25 (27) \$100,000 of the general fund—state appropriation for fiscal
26 year 2017 is provided solely for the implementation of Engrossed
27 Second Substitute House Bill No. 2793 (suicide education). If the
28 bill is not enacted by June 30, 2016, the amount provided in this
29 subsection shall lapse.

30 **Sec. 220.** 2015 3rd sp.s. c 4 s 220 (uncodified) is amended to
31 read as follows:

32 **FOR THE DEPARTMENT OF CORRECTIONS**

33 The appropriations to the department of corrections in this act
34 shall be expended for the programs and in the amounts specified in
35 this act. However, after May 1, 2016, after approval by the director
36 of financial management and unless specifically prohibited by this
37 act, the department may transfer general fund—state appropriations
38 for fiscal year 2016 between programs. The department may not

transfer funds, and the director of financial management may not approve the transfer, unless the transfer is consistent with the objective of conserving, to the maximum extent possible, the expenditure of state funds. The director of financial management shall notify the appropriate fiscal committees of the senate and house of representatives in writing seven days prior to approving any deviations from appropriation levels. The written notification must include a narrative explanation and justification of the changes, along with expenditures and allotments by budget unit and appropriation, both before and after any allotment modifications or transfers.

(1) ADMINISTRATION AND SUPPORT SERVICES

General Fund—State Appropriation (FY 2016).	((\$59,039,000))
	<u>\$59,179,000</u>
General Fund—State Appropriation (FY 2017).	((\$59,768,000))
	<u>\$59,907,000</u>
TOTAL APPROPRIATION.	((\$118,807,000))
	<u>\$119,086,000</u>

The appropriations in this subsection are subject to the following conditions and limitations: \$35,000 of the general fund—state appropriation for fiscal year 2016 and \$35,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the support of a statewide council on mentally ill offenders that includes as its members representatives of community-based mental health treatment programs, current or former judicial officers, and directors and commanders of city and county jails and state prison facilities. The council will investigate and promote cost-effective approaches to meeting the long-term needs of adults and juveniles with mental disorders who have a history of offending or who are at-risk of offending, including their mental health, physiological, housing, employment, and job training needs.

(2) CORRECTIONAL OPERATIONS

General Fund—State Appropriation (FY 2016).	((\$608,917,000))
	<u>\$607,084,000</u>
General Fund—State Appropriation (FY 2017).	((\$629,232,000))
	<u>\$630,422,000</u>
General Fund—Federal Appropriation.	\$1,892,000
Washington Auto Theft Prevention Authority Account—	

1 State Appropriation. ((~~\$6,701,000~~))
2 \$6,812,000
3 State Toxics Control Account—State Appropriation. \$400,000
4 TOTAL APPROPRIATION. ((~~\$1,247,142,000~~))
5 \$1,246,610,000

6 The appropriations in this subsection are subject to the
7 following conditions and limitations:

8 (a) During the 2015-2017 fiscal biennium, when contracts are
9 established or renewed for offender pay phone and other telephone
10 services provided to inmates, the department shall select the
11 contractor or contractors primarily based on the following factors:
12 (i) The lowest rate charged to both the inmate and the person paying
13 for the telephone call; and (ii) the lowest commission rates paid to
14 the department, while providing reasonable compensation to cover the
15 costs of the department to provide the telephone services to inmates
16 and provide sufficient revenues for the activities funded from the
17 institutional welfare betterment account.

18 (b) The department may contract for up to 300 beds statewide to
19 the extent that it is at no net cost to the department. The
20 department shall calculate and report the average cost per offender
21 per day, inclusive of all services, on an annual basis for a facility
22 that is representative of average medium or lower offender costs. The
23 duration of the contracts may be for up to four years. The department
24 shall not pay a rate greater than \$65 per day per offender for all
25 costs associated with the offender while in the local correctional
26 facility to include programming and health care costs, or the
27 equivalent of \$65 per day per bed including programming and health
28 care costs for full units. The capacity provided at local
29 correctional facilities must be for offenders whom the department of
30 corrections defines as medium or lower security offenders.
31 Programming provided for inmates held in local jurisdictions is
32 included in the rate, and details regarding the type and amount of
33 programming, and any conditions regarding transferring offenders must
34 be negotiated with the department as part of any contract. Local
35 jurisdictions must provide health care to offenders that meet
36 standards set by the department. The local jail must provide all
37 medical care including unexpected emergent care. The department must
38 utilize a screening process to ensure that offenders with existing
39 extraordinary medical/mental health needs are not transferred to

1 local jail facilities. If extraordinary medical conditions develop
2 for an inmate while at a jail facility, the jail may transfer the
3 offender back to the department, subject to terms of the negotiated
4 agreement. Health care costs incurred prior to transfer are the
5 responsibility of the jail.

6 (c) \$501,000 of the general fund—state appropriation for fiscal
7 year 2016 and \$501,000 of the general fund—state appropriation for
8 fiscal year 2017 are provided solely for the department to maintain
9 the facility, property, and assets at the institution formerly known
10 as the maple lane school in Rochester. The department may not house
11 incarcerated offenders at the maple lane site until specifically
12 directed to do so by the legislature.

13 (d) (~~(\$1,379,000)~~) \$479,000 of the general fund—state
14 appropriation for fiscal year 2016, and \$1,379,000 of the general
15 fund—state appropriation for fiscal year 2017 are provided solely for
16 the department to contract with Yakima county for the use of inmate
17 bed capacity in lieu of prison beds operated by the state to meet
18 prison capacity needs.

19 (e) The department shall review its policies and procedures for
20 overtime usage throughout its prison custody system to identify
21 efficiencies and best practices that will control costs. The
22 department shall provide to the appropriate committees of the
23 legislature by November 15, 2015, a report that makes recommendations
24 to reduce the department's overtime usage and reduces overall costs
25 for prison personnel.

26 (f) In an effort to reduce its need for medium security beds, the
27 department shall review options to meet capacity needs in the most
28 cost-efficient manner without compromising safety. The department
29 shall at a minimum review its policies that determine custody levels,
30 including examining other states' policies and determine costs to
31 convert any empty prison beds to medium security and possibilities to
32 utilize local jail beds for this purpose. The department must
33 evaluate the options on both a short-term and long-term basis against
34 the cost and timing of any proposal to build a new prison facility.
35 The department shall report its findings and recommendations to the
36 appropriate committees of the legislature by December 1, 2015.

37 (g) Within the amounts provided in this section, the department
38 of corrections shall explore entering into an interagency agreement
39 with the University of Washington. The interagency agreement would

allow the department to receive drug pricing under 340B of the public health services act for drug purchases associated with treating patients with hepatitis C or other diseases, whereby the university is acting as the covered entity or safety-net provider. In cooperation with the University of Washington, the department must provide an estimate of the fiscal impact of a successful agreement of this nature, to be included in the report provided to the legislature under section 606 of this act.

(h) \$711,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the implementation of Second Substitute Senate Bill No. 5105 (felony DUI). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(i) \$454,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for nonrepresented state employees in targeted state employee job classifications psychiatrist, psychiatric social worker, and psychologist as set forth in section 906 of this act.

(j) \$736,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the implementation of a memorandum of understanding between the governor and the teamsters union local 117, amending the collective bargaining agreement under chapter 41.80 RCW for the 2015-2017 fiscal biennium as set forth in section 904 of this act, effective July 1, 2017. The legislature recognizes that the memorandum of understanding was necessitated by an emergency and an imminent jeopardy determination by the center for medicare and medicaid services that relates to the safety and health of clients and employees, which impacts the state employee job classifications of psychiatrist, psychiatric social worker, and psychologist at prison facilities.

(3) COMMUNITY SUPERVISION

General Fund—State Appropriation (FY 2016).	((\$152,893,000))
	<u>\$157,176,000</u>
General Fund—State Appropriation (FY 2017).	((\$156,050,000))
	<u>\$155,532,000</u>
General Fund—Federal Appropriation.	\$995,000
TOTAL APPROPRIATION.	((\$309,938,000))
	<u>\$313,703,000</u>

The appropriations in this subsection are subject to the following conditions and limitations:

(a) The department of corrections shall contract with local and tribal governments for the provision of jail capacity to house offenders who violate the terms of their community supervision. A contract shall not have a cost of incarceration in excess of \$85 per day per offender. A contract shall not have a year-to-year increase in excess of three percent per year. The contracts may include rates for the medical care of offenders which exceed the daily cost of incarceration and the limitation on year-to-year increases, provided that medical payments conform to the department's offender health plan and pharmacy formulary, and all off-site medical expenses are preapproved by department utilization management staff.

(b) Within the amounts provided in this subsection, specific funding is provided to implement Senate Bill No. 5070 (supervision of domestic violence offenders).

(c) The department shall engage in ongoing mitigation strategies to reduce the costs associated with community supervision violators, including improvements in data collection and reporting and alternatives to short-term confinement for low-level violators.

(4) CORRECTIONAL INDUSTRIES

General Fund—State Appropriation (FY 2016).	((\$6,273,000))
	<u>\$6,600,000</u>
General Fund—State Appropriation (FY 2017).	((\$6,369,000))
	<u>\$6,465,000</u>
TOTAL APPROPRIATION.	((\$12,642,000))
	<u>\$13,065,000</u>

(5) INTERAGENCY PAYMENTS

General Fund—State Appropriation (FY 2016).	((\$45,308,000))
	<u>\$44,828,000</u>
General Fund—State Appropriation (FY 2017).	((\$41,572,000))
	<u>\$42,246,000</u>
TOTAL APPROPRIATION.	((\$86,880,000))
	<u>\$87,074,000</u>

The appropriations in this subsection are subject to the following conditions and limitations: The state prison medical facilities may use funds appropriated in this subsection to purchase

goods and supplies through hospital or other group purchasing organizations when it is cost effective to do so.

(6) OFFENDER CHANGE

General Fund—State Appropriation (FY 2016).	((\$45,498,000))
	<u>\$54,480,000</u>
General Fund—State Appropriation (FY 2017).	((\$46,845,000))
	<u>\$53,428,000</u>
TOTAL APPROPRIATION.	((\$92,343,000))
	<u>\$107,908,000</u>

The appropriations in this subsection are subject to the following conditions and limitations:

(a) The department of corrections shall use funds appropriated in this subsection (6) for offender programming. The department shall develop and implement a written comprehensive plan for offender programming that prioritizes programs which follow the risk-needs-responsivity model, are evidence-based, and have measurable outcomes. The department is authorized to discontinue ineffective programs and to repurpose underspent funds according to the priorities in the written plan.

(b) Effective April 1, 2016, the regional support networks must subcontract with providers that have specialized expertise in the provision of outpatient chemical dependency treatment services to offenders who have been sentenced by a superior court to a term of community supervision by the department of corrections. The department of corrections and the department of social and health services must develop a memorandum of understanding for offenders on active supervision by the department who are eligible for chemical dependency programming and to ensure that manualized evidence-based treatment services funded by these agencies are coordinated, do not result in duplication of services, and maintain access and quality of care for the individuals being served.

(c) The department of corrections shall implement and make necessary changes to policies and practices to assist eligible needs-assessed offenders within the community with access to outpatient chemical dependency treatment services through the behavioral health organizations and early adopters.

Sec. 221. 2015 3rd sp.s. c 4 s 221 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SERVICES FOR THE BLIND

General Fund—State Appropriation (FY 2016).	((\$2,290,000))
	<u>\$2,294,000</u>
General Fund—State Appropriation (FY 2017).	((\$2,297,000))
	<u>\$2,728,000</u>
General Fund—Federal Appropriation.	((\$23,186,000))
	<u>\$23,163,000</u>
General Fund—Private/Local Appropriation.	\$60,000
TOTAL APPROPRIATION.	((\$27,833,000))
	<u>\$28,245,000</u>

Sec. 222. 2015 3rd sp.s. c 4 s 222 (uncodified) is amended to read as follows:

FOR THE EMPLOYMENT SECURITY DEPARTMENT

General Fund—Federal Appropriation.	((\$258,156,000))
	<u>\$228,568,000</u>
General Fund—Private/Local Appropriation.	((\$34,758,000))
	<u>\$34,745,000</u>
Unemployment Compensation Administration Account—	
Federal Appropriation.	((\$285,849,000))
	<u>\$290,732,000</u>
Administrative Contingency Account—State	
Appropriation.	((\$24,537,000))
	<u>\$24,942,000</u>
Employment Service Administrative Account—State	
Appropriation.	((\$46,134,000))
	<u>\$46,928,000</u>
TOTAL APPROPRIATION.	((\$649,434,000))
	<u>\$625,915,000</u>

The appropriations in this subsection are subject to the following conditions and limitations:

(1) \$4,662,000 of the unemployment compensation administration account—federal appropriation is from amounts made available to the state by section 903(g) of the social security act (Reed act). This amount is provided solely for the replacement of the unemployment insurance tax information system for the employment security department. The amounts provided in this subsection is conditioned on the department satisfying the requirements of the project management

1 oversight standards and policies established by the office of the
2 chief information officer.

3 (2) \$26,955,000 of the unemployment compensation administration
4 account—federal appropriation is provided from amounts made available
5 to the state by section 903(g) of the social security act (Reed act).
6 This amount is provided solely for the replacement of the
7 unemployment insurance benefit system for the employment security
8 department. The amounts provided in this subsection are conditioned
9 on the department satisfying the requirements of the project
10 management oversight standards and policies established by the office
11 of the chief information officer.

12 (3) The department may implement a revised chart of accounts for
13 the 2015-2017 fiscal biennium following the receipt and approval of
14 the reconstructed ten-year operating and capital expenditure plan by
15 the office of financial management and the legislative evaluation and
16 accountability program committee. The proposed structure must reduce
17 the department's structure from seven programs to four and better
18 align the budget reporting structure with the department's current
19 operational structure.

20 (4) The department is directed to maximize the use of federal
21 funds. The department must update its budget annually to align
22 expenditures with anticipated changes in projected revenues.

23 (5) \$48,000 of the employment services administrative account—
24 state appropriation is provided for costs associated with the second
25 stage of the review and evaluation of the training benefits program
26 as directed in section 15(2), chapter 4, Laws of 2011 (unemployment
27 insurance program). This second stage shall be developed and
28 conducted by the joint legislative audit and review committee and
29 shall consist of further work on the process study and net-impact/
30 cost-benefit analysis components of the evaluation.

31 (6) The department is prohibited from expending amounts
32 appropriated in this section for implementation of chapter 49.86 RCW.

33 (7) \$240,000 of the administrative contingency account—state
34 appropriation is provided solely for the employment security
35 department to contract with a center for workers in King county. The
36 amount appropriated in this subsection shall be used by the
37 contracted center for workers to support initiatives that generate
38 high-skill, high-wage jobs; improve workforce and training systems;

1 improve service delivery for dislocated workers; and build alliances
2 with community and environmental organizations.

3 (8) The department shall report to the appropriate committees of
4 the legislature by December 1, 2016, on its efforts to improve data
5 sharing with law enforcement agencies to reduce or eliminate the
6 payment of unemployment benefits to incarcerated persons, including
7 any recommended statutory changes.

(End of part)

PART III
NATURAL RESOURCES

Sec. 301. 2015 3rd sp.s. c 4 s 301 (uncodified) is amended to read as follows:

FOR THE COLUMBIA RIVER GORGE COMMISSION

General Fund—State Appropriation (FY 2016)	((\$455,000))
	<u>\$464,000</u>
General Fund—State Appropriation (FY 2017)	((\$474,000))
	<u>\$476,000</u>
General Fund—Federal Appropriation	\$32,000
General Fund—Private/Local Appropriation	((\$895,000))
	<u>\$906,000</u>
TOTAL APPROPRIATION.	((\$1,856,000))
	<u>\$1,878,000</u>

Sec. 302. 2015 3rd sp.s. c 4 s 302 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund—State Appropriation (FY 2016)	((\$24,694,000))
	<u>\$24,537,000</u>
General Fund—State Appropriation (FY 2017)	((\$24,795,000))
	<u>\$24,623,000</u>
General Fund—Federal Appropriation	((\$103,800,000))
	<u>\$103,782,000</u>
General Fund—Private/Local Appropriation	((\$22,398,000))
	<u>\$22,396,000</u>
Reclamation Account—State Appropriation	((\$3,926,000))
	<u>\$4,703,000</u>
Flood Control Assistance Account—State Appropriation	((\$2,068,000))
	<u>\$2,069,000</u>
State Emergency Water Projects Revolving Account—State Appropriation	\$40,000
Waste Reduction/Recycling/Litter Control—State Appropriation	((\$13,163,000))
	<u>\$13,290,000</u>
State Drought Preparedness Account—State Appropriation	((\$204,000))
	<u>\$872,000</u>
State and Local Improvements Revolving Account (Water	

1	Supply Facilities)—State Appropriation	((\$447,000))
2		<u>\$150,000</u>
3	Aquatic Algae Control Account—State Appropriation	\$518,000
4	Water Rights Tracking System Account—State Appropriation ((\$46,000))	
5		<u>\$446,000</u>
6	Site Closure Account—State Appropriation	\$578,000
7	Wood Stove Education and Enforcement Account—State	
8	Appropriation	\$547,000
9	Worker and Community Right-to-Know Account—State	
10	Appropriation	((\$1,790,000))
11		<u>\$1,792,000</u>
12	Water Rights Processing Account—State Appropriation	\$39,000
13	State Toxics Control Account—State Appropriation . . ((\$132,643,000))	
14		<u>\$123,470,000</u>
15	State Toxics Control Account—Private/Local	
16	Appropriation	\$499,000
17	Local Toxics Control Account—State Appropriation . . . ((\$4,628,000))	
18		<u>\$4,527,000</u>
19	Water Quality Permit Account—State Appropriation . . ((\$41,644,000))	
20		<u>\$44,673,000</u>
21	Underground Storage Tank Account—State Appropriation . ((\$3,544,000))	
22		<u>\$3,546,000</u>
23	Biosolids Permit Account—State Appropriation	\$2,108,000
24	Environmental Legacy Stewardship Account—State	
25	Appropriation	((\$44,295,000))
26		<u>\$36,091,000</u>
27	Hazardous Waste Assistance Account—State	
28	Appropriation	((\$6,029,000))
29		<u>\$6,149,000</u>
30	Radioactive Mixed Waste Account—State Appropriation . ((\$14,900,000))	
31		<u>\$15,968,000</u>
32	Air Pollution Control Account—State Appropriation . . ((\$3,284,000))	
33		<u>\$3,985,000</u>
34	Oil Spill Prevention Account—State Appropriation . . . ((\$8,594,000))	
35		<u>\$8,716,000</u>
36	Air Operating Permit Account—State Appropriation . . . ((\$3,231,000))	
37		<u>\$3,233,000</u>
38	Freshwater Aquatic Weeds Account—State Appropriation . . .	\$1,439,000
39	Oil Spill Response Account—State Appropriation	\$7,076,000

1	Water Pollution Control Revolving Administration	
2	Account—State Appropriation	\$579,000
3	Water Pollution Control Revolving Account—State	
4	Appropriation	\$493,000
5	Water Pollution Control Revolving Account—Federal	
6	Appropriation	((\$2,337,000))
7		<u>\$2,336,000</u>
8	TOTAL APPROPRIATION.	((\$476,376,000))
9		<u>\$465,270,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1) \$170,000 of the oil spill prevention account—state
13 appropriation is provided solely for a contract with the University
14 of Washington's sea grant program to continue an educational program
15 targeted to small spills from commercial fishing vessels, ferries,
16 cruise ships, ports, and marinas.

17 (2) \$495,000 of the state toxics control account—state
18 appropriation and \$625,000 of the local toxics control account—state
19 appropriation is provided solely for the expansion of the local
20 source control program by adding additional capacity in the Columbia
21 River basin and Clark county.

22 (3) \$310,000 of the state toxics control account—state
23 appropriation is provided solely for the Spokane river regional
24 toxics task force to address elevated levels of polychlorinated
25 biphenyls in the Spokane river.

26 (4) Within the amounts appropriated in this section, the
27 department shall conduct a stakeholder process with the department of
28 fish and wildlife to develop recommendations to restructure the fees
29 under RCW 90.16.050 and report to the appropriate committees of the
30 legislature by December 1, 2015.

31 (5) \$1,044,000 of the oil spill prevention account—state
32 appropriation is provided solely for the implementation of chapter
33 274, Laws of 2015 (ESHB 1449).

34 (6) \$3,883,000 of the state toxics control account—state
35 appropriation is provided solely for the implementation of Engrossed
36 Second Substitute House Bill No. 1472 (chemical action plans), Second
37 Substitute Senate Bill No. 5056 (safer chemicals/action plans),
38 Substitute Senate Bill No. 6131 (safer chemicals), or any of these.

1 If none of these bills are enacted by July 10, 2015, the amount
2 provided in this subsection shall lapse.

3 (7) \$134,000 of the general fund—state appropriation for fiscal
4 year 2016 is provided solely for implementation of chapter 144, Laws
5 of 2015 (SHB 1851).

6 (8) \$135,000 of the general fund—state appropriation for fiscal
7 year 2016 and \$135,000 of the general fund—state appropriation for
8 fiscal year 2017 are provided solely for the Walla Walla watershed
9 management partnership to address water resource and management
10 issues in the Walla Walla watershed.

11 (9)(a) \$14,000,000 of the general fund—state appropriation for
12 fiscal year 2016 and \$14,000,000 of the general fund—state
13 appropriation for fiscal year 2017 are for activities within the
14 water resources program.

15 (b) Of the amounts provided in (a) of this subsection, \$500,000
16 of the general fund—state appropriation for fiscal year 2017 is
17 provided solely for processing water right permit applications only
18 if the department of ecology issues at least five hundred water right
19 decisions in fiscal year 2016. If the department of ecology does not
20 issue at least five hundred water right decisions in fiscal year
21 2016, the amount provided in this subsection shall lapse and remain
22 unexpended. Permit decisions for the Columbia river basin count
23 toward the five hundred water rights decisions under this subsection.
24 The department of ecology shall submit a report to the office of
25 financial management and the state treasurer by June 30, 2016, that
26 documents whether five hundred water right decisions were issued in
27 fiscal year 2016. For the purposes of this subsection, applications
28 that are voluntarily withdrawn by an applicant do not count towards
29 the five hundred water right decision requirement. For the purposes
30 of water budget-neutral requests under chapter 173-539A WAC, multiple
31 domestic connections authorized within a single water budget-neutral
32 decision are considered one decision for the purposes of this
33 subsection.

34 (10) Within the amounts appropriated in this section, the
35 department must evaluate mitigation options for domestic water use in
36 areas of the Yakima basin for which mitigation water is unavailable
37 and access to water from water banks is unsuitable. The department
38 must recommend solutions for providing mitigation water for domestic

1 use in such areas. A report of the department's findings must be
2 provided to the legislature by December 1, 2015.

3 (11) \$319,000 of the general fund—state appropriation for fiscal
4 year 2017, \$56,000 of the waste reduction, recycling, and litter
5 control account—state appropriation, \$806,000 of the state toxics
6 control account—state appropriation, \$281,000 of the water quality
7 permit account—state appropriation, \$188,000 of the environmental
8 legacy stewardship account—state appropriation, \$56,000 of the
9 hazardous waste assistance account—state appropriation, \$113,000 of
10 the radioactive mixed waste account—state appropriation, and \$56,000
11 of the oil spill prevention account—state appropriation are provided
12 solely for the attendance tracking replacement system project, and
13 are subject to the same conditions, limitations and review provided
14 in section 705 (4) through (6), chapter 4, Laws of 2015 3rd sp. sess.
15 (Engrossed Substitute Senate Bill No. 6052).

16 (12) Within the amounts appropriated in this section, the
17 director of the department, working with the commissioner of public
18 lands, shall conduct a management review of the joint federal and
19 state dredged material management program and recommend and, as
20 appropriate, implement actions designed to ensure that the program is
21 functioning to facilitate the disposal of dredged material at open
22 water disposal sites using methods that are protective of human
23 health and in compliance with applicable federal and state
24 environmental laws, regulations, and permit requirements. The
25 director and commissioner shall report findings and proposed actions
26 to the relevant committees of the legislature no later than November
27 1, 2016. The director and commissioner shall consider input and
28 perspectives from tribal governments and agencies that issue permits
29 for open water disposal of dredged material in Puget Sound, including
30 the department of natural resources, the department of ecology, the
31 United States environmental protection agency, and the United States
32 army corps of engineers. This review shall include, but is not
33 limited to: (a) The extent to which current operations, policies, and
34 decisions of the dredged material management program provide for
35 dredging actions necessary to maintain navigation and commerce; (b)
36 determining what regulatory flexibility exists to allow open water
37 disposal of dredged materials in a manner that will protect human
38 health and the environment; and (c) an evaluation of the dredged
39 material management program's decision-making process and policies to

1 ensure that existing regulatory flexibility is appropriately used and
2 that appropriate management and oversight is incorporated.

3 (13) \$25,000 of the reclamation account—state appropriation is
4 provided solely for implementation of Substitute House Bill No. 1130
5 (water power license fees). If the bill is not enacted by June 30,
6 2016, the amount provided in this subsection shall lapse.

7 (14) The department shall transfer responsibilities for ongoing
8 operation and maintenance of the rain gauge network installed in
9 Okanogan county and provide related technical assistance to the
10 Okanogan county conservation district.

11 (15) During the 2015-2017 fiscal biennium, the department shall
12 not retain fees in excess of the estimated amount necessary to cover
13 the agency's administrative costs related to the mercury light
14 stewardship program under chapter 70.275 RCW. The department shall
15 refund any fees collected in excess of those administrative costs to
16 any approved stewardship organization under chapter 70.275 RCW.

17 (16) For the purposes of evaluating the requirements of RCW
18 70.95.290, the department, in consultation with the Washington
19 materials management and financing authority, shall, within existing
20 resources, report to the appropriate committees of the legislature on
21 whether the department and the Washington materials management and
22 financing authority have utilized existing infrastructure for the
23 collection of electronics. In its report, the department, in
24 consultation with the Washington materials management and financing
25 authority, must report on the location and number of new programs
26 created and depot systems developed since 2006 for the purpose of
27 collecting electronics, how many existing collections sites have been
28 utilized, as well as how many curbside collection companies were
29 contracted with for collection of electronics. The department must
30 submit the report to the appropriate committees of the legislature no
31 later than September 1, 2016.

32 (17) \$22,000 of the general fund—state appropriation for fiscal
33 year 2016 and \$50,000 of the general fund—state appropriation for
34 fiscal year 2017 are provided solely for the implementation of
35 Engrossed Senate Bill No. 6589 (water storage/exempt wells). If the
36 bill is not enacted by June 30, 2016, the amounts provided in this
37 subsection shall lapse.

38 (18) \$300,000 of the state toxics control account—state
39 appropriation is provided solely for the hazardous waste and toxics

reduction program and is contingent on the implementation of section 3 of Engrossed Substitute House Bill No. 2545 (flame retardant chemicals). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

Sec. 303. 2015 3rd sp.s. c 4 s 303 (uncodified) is amended to read as follows:

FOR THE STATE PARKS AND RECREATION COMMISSION

General Fund—State Appropriation (FY 2016)	((\$10,578,000))
	<u>\$10,558,000</u>
General Fund—State Appropriation (FY 2017)	((\$10,475,000))
	<u>\$11,109,000</u>
General Fund—Federal Appropriation	\$6,920,000
Winter Recreation Program Account—State Appropriation	((\$3,280,000))
	<u>\$3,309,000</u>
ORV and Nonhighway Vehicle Account—State Appropriation	((\$228,000))
	<u>\$231,000</u>
Snowmobile Account—State Appropriation	((\$5,794,000))
	<u>\$5,824,000</u>
Aquatic Lands Enhancement Account—State Appropriation	((\$363,000))
	<u>\$369,000</u>
<u>Recreation Access Pass Account—State</u>	
<u>Appropriation</u>	<u>\$250,000</u>
Parks Renewal and Stewardship Account—State	
Appropriation	((\$116,707,000))
	<u>\$131,357,000</u>
Parks Renewal and Stewardship Account—Private/Local	
Appropriation	\$318,000
TOTAL APPROPRIATION	((\$154,663,000))
	<u>\$170,245,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$79,000 of the general fund—state appropriation for fiscal year 2016 (~~and~~), \$79,000 of the general fund—state appropriation for fiscal year 2017, \$25,000 of the snowmobile account—state appropriation, and \$25,000 of the winter recreation program account—state appropriation are provided solely for a grant for the operation of the Northwest weather and avalanche center.

1 (2) \$100,000 of the general fund—state appropriation for fiscal
2 year 2016 and \$100,000 of the general fund—state appropriation for
3 fiscal year 2017 are provided solely for the commission to pay
4 assessments charged by local improvement districts.

5 (3) \$250,000 of the recreation access pass account—state
6 appropriation is provided solely for the commission, using its
7 authority under RCW 79A.05.055(3) and in partnership with the
8 department of fish and wildlife and the department of natural
9 resources, to coordinate a process to develop options and
10 recommendations to improve consistency, equity, and simplicity in
11 recreational access fee systems while accounting for the fiscal
12 health and stability of public land management. The process must be
13 collaborative and include other relevant agencies and appropriate
14 stakeholders. The commission must contract with the William D.
15 Ruckelshaus Center or another neutral third party to facilitate
16 meetings and discussions with parties involved in the process and
17 provide a report to the appropriate committees of the legislature by
18 December 1, 2017. The process must analyze and make recommendations
19 on:

20 (a) Opportunities for federal and state recreational permit fee
21 coordination, including the potential for developing a system that
22 allows a single pass to provide access to federal and state lands;

23 (b) Opportunities to enhance consistency in the way state and
24 federal recreational access fees apply to various types of
25 recreational users, including those that travel to public lands by
26 motor vehicle, boat, bicycle, foot, or another method; and

27 (c) Opportunities to develop a comprehensive and consistent
28 statewide approach to recreational fee discounts and exemptions to
29 social and other groups including, but not limited to, disabled
30 persons, seniors, disabled veterans, foster families, low-income
31 residents, and volunteers. This analysis must examine the cost of
32 such a program, and should consider how recreational fee discounts
33 fit into the broader set of benefits provided by the state to these
34 social groups. This includes a review of the efficacy, purpose, and
35 cost of existing recreational fee discounts and exemptions, as well
36 as opportunities for new or modified social group discounts and
37 exemptions. The department of veterans affairs and the department of
38 social and health services must be included in this portion of the
39 process.

(4) \$100,000 of the parks renewal and stewardship account—state appropriation is provided solely for conducting noxious weed treatment and vegetation management on the John Wayne pioneer trail to protect adjacent land owners from noxious weeds with priority in areas where there is adjacent agricultural use. Control of noxious weeds must follow an integrated pest management approach including the use of biological, chemical, and mechanical control prescriptions in accordance with chapter 17.15 RCW and consistent with state and county weed board requirements. The commission must report on its progress in meeting this requirement to the appropriate committees of the legislature by September 30, 2016.

(5) \$14,185,000 of the parks renewal and stewardship account—state appropriation is provided solely for expenditures related to state parks. Of this amount, \$11,614,000 is provided for maintenance and preservation activities, \$1,971,000 is provided for radio equipment and installation, \$300,000 is provided for firefighting vehicles, equipment, and supplies, and \$300,000 is provided for marketing activities.

Sec. 304. 2015 3rd sp.s. c 4 s 304 (uncodified) is amended to read as follows:

FOR THE RECREATION AND CONSERVATION FUNDING BOARD

General Fund—State Appropriation (FY 2016)	(((\$873,000)))
	<u>\$842,000</u>
General Fund—State Appropriation (FY 2017)	(((\$845,000)))
	<u>\$818,000</u>
General Fund—Federal Appropriation	(((\$3,537,000)))
	<u>\$3,536,000</u>
General Fund—Private/Local Appropriation	\$24,000
Aquatic Lands Enhancement Account—State Appropriation	\$488,000
Firearms Range Account—State Appropriation	\$37,000
Recreation Resources Account—State Appropriation	(((\$3,349,000)))
	<u>\$3,263,000</u>
NOVA Program Account—State Appropriation	\$1,014,000
TOTAL APPROPRIATION.	(((\$10,167,000)))
	<u>\$10,022,000</u>

Sec. 305. 2015 3rd sp.s. c 4 s 305 (uncodified) is amended to read as follows:

1 **FOR THE ENVIRONMENTAL AND LAND USE HEARINGS OFFICE**

2 General Fund—State Appropriation (FY 2016) ((~~\$2,123,000~~))
3 \$2,149,000
4 General Fund—State Appropriation (FY 2017) ((~~\$2,164,000~~))
5 \$2,175,000
6 TOTAL APPROPRIATION. ((~~\$4,287,000~~))
7 \$4,324,000

8 **Sec. 306.** 2015 3rd sp.s. c 4 s 306 (uncodified) is amended to
9 read as follows:

10 **FOR THE CONSERVATION COMMISSION**

11 General Fund—State Appropriation (FY 2016) ((~~\$6,775,000~~))
12 \$6,778,000
13 General Fund—State Appropriation (FY 2017) ((~~\$6,810,000~~))
14 \$6,848,000
15 General Fund—Federal Appropriation \$2,301,000
16 Public Works Assistance Account—State Appropriation. . . . \$7,600,000
17 Disaster Response Account—State Appropriation. \$7,800,000
18 State Toxics Control Account—State Appropriation \$1,000,000
19 TOTAL APPROPRIATION. ((~~\$24,486,000~~))
20 \$32,327,000

21 The appropriations in this section are subject to the following
22 conditions and limitations:

23 (1) \$7,600,000 of the public works assistance account—state
24 appropriation is provided solely for implementation of the voluntary
25 stewardship program. This amount may not be used to fund agency
26 indirect and administrative expenses.

27 (2) \$6,800,000 of the disaster response account—state
28 appropriation is provided solely to protect water quality, stabilize
29 soil, prevent crop damage, replace fencing and help landowners
30 recover from losses sustained from wildfires. \$300,000 of this amount
31 shall be provided to the Okanogan county noxious weed control board
32 to control weeds and revegetate lands damaged by wildfires.

33 (3) \$1,000,000 of the disaster response account—state
34 appropriation is provided solely for the commission to provide to
35 conservation districts for the firewise program.

36 (4)(a) \$50,000 of the general fund—state appropriation for fiscal
37 year 2017 is provided solely for the commission to convene and
38 facilitate a food policy forum. The director of the commission is

1 responsible for appointing participating members of the food policy
2 forum in consultation with the director of the department of
3 agriculture. In making appointments, the director of the commission
4 must attempt to ensure a diversity of knowledge, experience, and
5 perspectives by building on the representation established by the
6 food system roundtable initiated by executive order No. 10-02.

7 (b) In addition to members appointed by the director of the state
8 conservation commission, four legislators may serve on the food
9 policy forum in an ex officio capacity. Legislative participants must
10 be appointed as follows:

11 (i) The speaker of the house of representatives shall appoint one
12 member from each of the two largest caucuses of the house of
13 representatives; and

14 (ii) The president of the senate shall appoint one member from
15 each of the two largest caucuses of the senate.

16 (c) The commission shall coordinate with the office of farmland
17 preservation and the department of agriculture to avoid duplication
18 of effort. The commission must report to the appropriate committees
19 of the legislature, consistent with RCW 43.01.036, with the forum's
20 recommendations by October 31, 2017.

21 **Sec. 307.** 2015 3rd sp.s. c 4 s 307 (uncodified) is amended to
22 read as follows:

23 **FOR THE DEPARTMENT OF FISH AND WILDLIFE**

24 General Fund—State Appropriation (FY 2016) ((~~\$37,559,000~~))
25 \$37,599,000

26 General Fund—State Appropriation (FY 2017) ((~~\$36,622,000~~))
27 \$39,435,000

28 General Fund—Federal Appropriation ((~~\$113,009,000~~))
29 \$113,956,000

30 General Fund—Private/Local Appropriation ((~~\$61,447,000~~))
31 \$61,739,000

32 ORV and Nonhighway Vehicle Account—State Appropriation . ((~~\$424,000~~))
33 \$425,000

34 Aquatic Lands Enhancement Account—State
35 Appropriation ((~~\$11,500,000~~))
36 \$11,627,000

37 Recreational Fisheries Enhancement—State
38 Appropriation ((~~\$2,975,000~~))

1		\$2,997,000
2	<u>Disaster Response Account—State Appropriation</u>	<u>\$642,000</u>
3	Warm Water Game Fish Account—State Appropriation	((\$2,723,000))
4		<u>\$2,738,000</u>
5	Eastern Washington Pheasant Enhancement Account—State	
6	Appropriation	((\$849,000))
7		<u>\$850,000</u>
8	Aquatic Invasive Species Enforcement Account—State	
9	Appropriation	\$219,000
10	Aquatic Invasive Species Prevention Account—State	
11	Appropriation	((\$775,000))
12		<u>\$778,000</u>
13	State Wildlife Account—State Appropriation	((\$111,251,000))
14		<u>\$117,456,000</u>
15	Special Wildlife Account—State Appropriation	((\$300,000))
16		<u>\$313,000</u>
17	Special Wildlife Account—Federal Appropriation	\$500,000
18	Special Wildlife Account—Private/Local Appropriation	\$3,517,000
19	Wildlife Rehabilitation Account—State Appropriation	\$359,000
20	Hydraulic Project Approval Account—State Appropriation	((\$668,000))
21		<u>\$669,000</u>
22	Environmental Legacy Stewardship Account—State	
23	Appropriation	\$2,814,000
24	Regional Fisheries Enhancement Salmonid Recovery Account—	
25	Federal Appropriation	\$5,001,000
26	Oil Spill Prevention Account—State Appropriation	((\$1,069,000))
27		<u>\$1,075,000</u>
28	Oyster Reserve Land Account—State Appropriation	((\$778,000))
29		<u>\$779,000</u>
30	TOTAL APPROPRIATION.	((\$394,359,000))
31		<u>\$405,488,000</u>

32 The appropriations in this section are subject to the following
33 conditions and limitations:

34 (1) ((~~\$344,000 of the general fund—state appropriation for fiscal~~
35 ~~year 2016 and~~)) \$344,000 of the general fund—state appropriation for
36 fiscal year 2017 ((are)) is provided solely to pay for emergency fire
37 suppression costs. ((~~These amounts~~)) This amount may not be used to
38 fund agency indirect and administrative expenses.

1 (2) \$596,000 of the general fund—state appropriation for fiscal
2 year 2016 and \$596,000 of the general fund—state appropriation for
3 fiscal year 2017 are provided solely for weed assessments and for
4 payments in lieu of real property taxes to counties that elect to
5 receive the payments for department owned game lands within the
6 county.

7 (3) \$300,000 of the aquatic lands enhancement account—state
8 appropriation is provided solely for the aquatic invasive species and
9 ballast water programs to address voluntary compliance and watercraft
10 check stations and develop recommendations for future funding and the
11 transition to new federal ballast water regulations. These
12 recommendations shall be provided to the governor and legislature by
13 June 1, 2016.

14 (4) Prior to submitting its 2017-2019 biennial operating and
15 capital budget requests related to state fish hatcheries to the
16 office of financial management, the department shall contract with
17 the hatchery scientific review group (HSRG) to review the proposed
18 requests. This review shall: (a) Determine if the proposed requests
19 are consistent with HSRG recommendations; (b) prioritize the
20 components of the requests based on their contributions to protecting
21 wild salmonid stocks and meeting the recommendations of the HSRG; and
22 (c) evaluate whether the proposed requests are being made in the most
23 cost effective manner. The department shall provide a copy of the
24 HSRG review to the office of financial management with its agency
25 budget proposal.

26 (5) \$400,000 of the general fund—state appropriation for fiscal
27 year 2016 and \$400,000 of the general fund—state appropriation for
28 fiscal year 2017 are provided solely for a state match to support the
29 Puget Sound nearshore partnership between the department and the
30 United States army corps of engineers. Prior to implementation of any
31 Puget Sound nearshore ecosystem restoration projects in Whatcom
32 county, the department must consult with and seek, to the maximum
33 extent practicable, consensus on those projects among appropriate
34 landowners, federally recognized Indian tribes, agencies, and
35 community and interest groups.

36 (6) Within the amounts appropriated in this section, the
37 department shall identify additional opportunities for partnerships
38 in order to keep fish hatcheries operational. Such partnerships shall

1 aim to maintain fish production and salmon recovery with less
2 reliance on state operating funds.

3 (7) Within the amounts appropriated in this section, the
4 department shall conduct a stakeholder process with the department of
5 ecology to develop recommendations to restructure the fees under RCW
6 90.16.050 and report to the appropriate committees of the legislature
7 by December 1, 2015.

8 (8) The department shall maintain a working capital reserve in
9 the nonrestricted portion of the state wildlife account of no more
10 than five percent of projected expenses in the nonrestricted portion
11 of the account.

12 (9) \$72,000 of the oil spill prevention account—state
13 appropriation is provided solely for implementation of chapter 274,
14 Laws of 2015 (ESHB 1449).

15 (10) \$352,000 of the general fund—state appropriation for fiscal
16 year 2016 and \$351,000 of the general fund—state appropriation for
17 fiscal year 2017 are provided solely for the implementation of
18 chapter 191, Laws of 2015 (SSB 5166).

19 (11) \$642,000 of the disaster response account—state
20 appropriation is provided solely for wildland fire restoration
21 activities on state wildlife areas.

22 (12) \$100,000 of the general fund—state appropriation for fiscal
23 year 2016 and \$375,000 of the general fund—state appropriation for
24 fiscal year 2017 are provided solely for the department to establish
25 a work unit to engage and empower diverse stakeholders in decisions
26 about fish and wildlife.

27 (13) \$300,000 of the general fund—state appropriation for fiscal
28 year 2017 is provided solely to fund cost share partnerships between
29 the department and landowners via livestock damage prevention
30 cooperative agreements. The agreements are part of the department's
31 efforts to help landowners implement measures to reduce the potential
32 for wolf-livestock conflict.

33 (14) \$25,000 of the general fund—state appropriation for fiscal
34 year 2017 is provided solely to pay claims for confirmed cougar
35 depredations on livestock.

36 (15) \$225,000 of the general fund—state appropriation for fiscal
37 year 2017 is provided solely for operations at Naselle Hatchery. Any
38 increase in hatchery fish production is contingent upon hatchery

reform broodstock standards being met and state fisheries being managed to conserve wild fish populations.

(16) \$25,000 of the general fund—state appropriation for fiscal year 2016 and \$25,000 of the general fund—state appropriation for fiscal year 2017 are provided solely to the Northwest straits commission for assistance in conducting and evaluating the forage fish surveys in Puget Sound.

(17) \$100,000 of the state wildlife account—state appropriation is provided solely for ongoing department efforts to address elk hoof disease including monitoring prevalence in affected areas, evaluating survival of affected elk, and assessing management options in affected areas.

(18) The governor shall convene a government-to-government meeting between the department and federally recognized Indian tribes to discuss and develop a protocol regarding enforcement actions related to hunting activities by tribal members on lands where the member's tribe has a treaty or other federally recognized right to hunt.

Sec. 308. 2015 3rd sp.s. c 4 s 308 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF NATURAL RESOURCES

General Fund—State Appropriation (FY 2016)	((\$51,961,000))
	<u>\$30,402,000</u>
General Fund—State Appropriation (FY 2017)	((\$54,771,000))
	<u>\$49,478,000</u>
General Fund—Federal Appropriation	((\$27,133,000))
	<u>\$30,079,000</u>
General Fund—Private/Local Appropriation	\$2,372,000
Forest Development Account—State Appropriation	((\$53,463,000))
	<u>\$53,786,000</u>
ORV and Nonhighway Vehicle Account—State	
Appropriation	((\$4,806,000))
	<u>\$6,655,000</u>
Surveys and Maps Account—State Appropriation	((\$1,496,000))
	<u>\$4,502,000</u>
Aquatic Lands Enhancement Account—State	
Appropriation	((\$8,711,000))
	<u>\$8,743,000</u>

1	Resources Management Cost Account—State	
2	Appropriation	((\$113,223,000))
3		<u>\$119,872,000</u>
4	Surface Mining Reclamation Account—State	
5	Appropriation	((\$3,926,000))
6		<u>\$3,960,000</u>
7	Disaster Response Account—State Appropriation.	((\$5,000,000))
8		<u>\$16,601,000</u>
9	Forest and Fish Support Account—State Appropriation.	((\$9,011,000))
10		<u>\$10,129,000</u>
11	Aquatic Land Dredged Material Disposal Site Account—State	
12	Appropriation.	((\$400,000))
13		<u>\$401,000</u>
14	Natural Resources Conservation Areas Stewardship Account—State	
15	Appropriation	\$34,000
16	Marine Resources Stewardship Trust Account—State	
17	Appropriation	\$925,000
18	State Toxics Control Account—State Appropriation.	\$5,438,000
19	Forest Practices Application Account—State	
20	Appropriation	((\$1,763,000))
21		<u>\$1,971,000</u>
22	Environmental Legacy Stewardship Account—State	
23	Appropriation.	\$1,004,000
24	Air Pollution Control Account—State Appropriation	((\$816,000))
25		<u>\$817,000</u>
26	NOVA Program Account—State Appropriation	\$696,000
27	Derelict Vessel Removal Account—State Appropriation	((\$1,930,000))
28		<u>\$1,931,000</u>
29	<u>Community Forest Trust Account—State Appropriation.</u>	<u>\$26,000</u>
30	Agricultural College Trust Management Account—State	
31	Appropriation	((\$2,864,000))
32		<u>\$2,879,000</u>
33	TOTAL APPROPRIATION.	((\$351,743,000))
34		<u>\$352,701,000</u>

35 The appropriations in this section are subject to the following
36 conditions and limitations:

37 (1) \$1,420,000 of the general fund—state appropriation for fiscal
38 year 2016 and \$1,352,000 of the general fund—state appropriation for

fiscal year 2017 are provided solely for deposit into the agricultural college trust management account and are provided solely to manage approximately 70,700 acres of Washington State University's agricultural college trust lands.

(2) (~~(\$21,055,000 of the general fund—state appropriation for fiscal year 2016, \$21,055,000))~~ \$15,530,000 of the general fund—state appropriation for fiscal year 2017(~~(7)~~) and (~~(\$5,000,000))~~ \$10,525,000 of the disaster response account—state appropriation are provided solely for emergency fire suppression. The general fund—state appropriation and disaster response account—state appropriation provided in this subsection may not be used to fund agency indirect and administrative expenses. Agency indirect and administrative costs shall be allocated among the agency's remaining accounts and appropriations. The department of natural resources shall submit a quarterly report to the office of financial management and the legislative fiscal committees detailing information on current and planned expenditures from the disaster response account. This work shall be done in coordination with the military department.

(3) \$5,000,000 of the forest and fish support account—state appropriation is provided solely for outcome-based, performance contracts with tribes to participate in the implementation of the forest practices program. Contracts awarded may only contain indirect costs set at or below the rate in the contracting tribe's indirect cost agreement with the federal government. If federal funding for this purpose is reinstated, the amount provided in this subsection shall lapse.

(4) \$925,000 of the marine resources stewardship trust account—state appropriation is provided solely for implementation of priority marine management planning efforts including mapping activities, ecological assessment, data tools, and stakeholder engagement.

(5) \$440,000 of the state general fund—state appropriation for fiscal year 2016 and \$440,000 of the state general fund—state appropriation for fiscal year 2017 are provided solely for forest work crews that support correctional camps and are contingent upon continuing operations of the Naselle youth camp.

(6) (~~(\$2,947,000))~~ \$2,390,000 of the general fund—state appropriation for fiscal year 2016 and (~~(\$2,947,000))~~ \$2,390,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the department to carry out the forest practices

1 adaptive management program pursuant to RCW 76.09.370 and the May 24,
2 2012, settlement agreement entered into by the department and the
3 department of ecology. Scientific research must be carried out
4 according to the master project schedule and work plan of cooperative
5 monitoring, evaluation, and research priorities adopted by the forest
6 practices board. The forest practices board shall submit a report to
7 the legislature following review, approval, and solicitation of
8 public comment on the cooperative monitoring, evaluation, and
9 research master project schedule, to include: Cooperative monitoring,
10 evaluation, and research science and related adaptive management
11 expenditure details, accomplishments, the use of cooperative
12 monitoring, evaluation, and research science in decision-making, and
13 funding needs for the coming biennium. The report shall be provided
14 to the appropriate committees of the legislature by October 1, 2016.

15 (7) \$155,000 of the general fund—state appropriation for fiscal
16 year 2016 and \$127,000 of the general fund—state appropriation for
17 fiscal year 2017 are provided solely for ongoing law enforcement,
18 which the department may contract with local law enforcement
19 agencies, and for noxious weed control, forest fire protection
20 assessment, and other ~~((purchased services))~~ management costs for the
21 Teanaway community forest as provided in the Teanaway community
22 forest management plan.

23 (8) The department shall maintain working capital reserves in the
24 resource management cost account and the forest development account
25 of no more than five percent of the amounts appropriated in each
26 account.

27 (9) \$337,000 of the general fund—state appropriation for fiscal
28 year 2016 and \$311,000 of the general fund—state appropriation for
29 fiscal year 2017 are provided solely for implementation of chapter
30 182, Laws of 2015 (ESHB 2093).

31 (10) \$1,200,000 of the disaster response account—state
32 appropriation is provided solely for joint wildland fire training of
33 department of natural resources, Washington national guard, local
34 fire agency, and tribal firefighters. Of this amount, \$200,000 is
35 provided solely to train local fire agencies on the use of
36 firefighting equipment.

37 (11) \$215,000 of the disaster response account—state
38 appropriation is provided solely for the department to develop a

1 twenty-year strategic plan to treat areas of state forest land that
2 have been identified by the department as being in poor health.

3 (12) \$629,000 of the disaster response account—state
4 appropriation is provided solely for the department to update the
5 smoke management plan in consultation with the department of ecology,
6 other relevant state and federal agencies, and relevant stakeholders.

7 (13) \$696,000 of the disaster response account—state
8 appropriation is provided solely to enhance the department's capacity
9 to respond to large wildfires using in-state resources.

10 (14) \$443,000 of the disaster response account—state
11 appropriation is provided solely to enhance capacity for aerial
12 attack of wildfires. Within this amount, the department must develop
13 a pre-certified list of aerial contractors that may be available for
14 fire suppression in fire-prone areas and report the list to the
15 appropriate committees of the legislature by December 1, 2016.

16 (15) \$1,000,000 of the disaster response account—state
17 appropriation is provided solely to provide firefighting equipment to
18 local fire agencies.

19 (16) \$417,000 of the disaster response account—state
20 appropriation is provided solely for wildfire prevention education,
21 community outreach programs, technical assistance to landowners; and
22 to ensure landowner compliance with grant and contract requirements,
23 burn permit conditions, and industrial fire precaution levels.

24 (17) \$569,000 of the disaster response account—state
25 appropriation is provided solely for portable and mobile radios.

26 (18) \$700,000 of the resources management cost account—state
27 appropriation is provided solely for fuel reduction and forest health
28 activities on state lands.

29 (19) \$800,000 of the disaster response account—state
30 appropriation is provided solely for implementation of Engrossed
31 Substitute House Bill No. 2928 (outdoor burning). Of this amount, two
32 percent is provided solely for the department's administrative costs,
33 five percent is provided solely for the department to provide forest
34 health collaboratives for burn technician costs, and ninety-three
35 percent is provided solely for the department to provide forest
36 health collaboratives for implementation of forest resiliency
37 burning. The department shall direct the forest health collaboratives
38 to complete the forest resiliency burning under this subsection by

January 1, 2017. If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

(20) \$100,000 of the disaster response account—state appropriation is provided solely for fuel reduction and creating firebreaks in and around the city of Walla Walla's mill creek watershed.

(21) \$5,057 of the disaster response account—state appropriation is provided solely for the Asotin county sheriff's office for the grizzly bear complex fire.

(22) The appropriations provided in this section may not be used for activities related to increasing the amount of land managed by the department as natural area preserves.

Sec. 309. 2015 3rd sp.s. c 4 s 309 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF AGRICULTURE

General Fund—State Appropriation (FY 2016)	.. . . . ((\$16,173,000))
	<u>\$16,723,000</u>
General Fund—State Appropriation (FY 2017)	.. . . . ((\$16,069,000))
	<u>\$17,411,000</u>
General Fund—Federal Appropriation	.. . . . ((\$26,851,000))
	<u>\$30,520,000</u>
General Fund—Private/Local Appropriation	.. . . . \$193,000
Aquatic Lands Enhancement Account—State Appropriation	((\$2,884,000))
	<u>\$2,896,000</u>
State Toxics Control Account—State Appropriation	.. . ((\$5,910,000))
	<u>\$5,919,000</u>
Water Quality Permit Account—State Appropriation	.. . . . \$73,000
TOTAL APPROPRIATION.	.. . . . ((\$68,153,000))
	<u>\$73,735,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$6,108,445 of the general fund—state appropriation for fiscal year 2016 and \$6,102,905 of the general fund—state appropriation for fiscal year 2017 are provided solely for implementing the food assistance program as defined in RCW 43.23.290.

(2) \$48,000 of the general fund—state appropriation for fiscal year 2016 is provided solely for implementation of chapter 106, Laws of 2015 (HB 1268).

1 (3) \$575,000 of the state toxics control account—state
2 appropriation is provided solely to implement a nutrient management
3 training program for farmers that provides training in agronomic
4 application of dairy nutrients, as defined in RCW 90.64.010. The
5 department shall develop an accreditation process to track completion
6 of training by individuals who apply manure. The department shall
7 also offer to willing farms to review agronomic application of dairy
8 nutrients, as defined in RCW 90.64.010, used in crop production,
9 including when, where, and how much manure to apply to meet crop
10 nutrient requirements and to protect waters of the state. These funds
11 may also be used to increase inspection activities in watersheds,
12 including those areas with impaired surface or ground water
13 impairment. The department in consultation with interested
14 stakeholders shall identify gaps in the manure management program,
15 including existing rules and statutory language, and report on a
16 strategy to address those gaps. This program shall be a two-year
17 pilot and the department shall report to the governor and the
18 legislature by December 31, 2015, June 30, 2016, and on June 30,
19 2017, on the level of participation and results of the program. In
20 developing the curriculum for agronomic education and certification
21 programs, the department will provide opportunity for input from
22 interested parties including: Washington State University, state
23 conservation commission, department of ecology, conservation district
24 staff, representatives from agricultural, livestock, and crop
25 organizations, environmental organizations, tribal government
26 representatives, and certified crop advisers.

27 (4) \$126,000 of the general fund—state appropriation for fiscal
28 year 2016 (~~(is)~~) and \$125,000 of the general fund—state appropriation
29 for fiscal year 2017 are provided solely to analyze raw milk samples
30 as required by chapter 15.36 RCW. The department shall report to the
31 governor and the appropriate committees of the legislature by
32 September 1, 2015, with recommendations for an assessment or a cost-
33 recovery mechanism to support the department's activities associated
34 with inspections and testing of raw milk samples.

35 (5) \$145,000 of the general fund—state appropriation for fiscal
36 year 2017 is provided solely for the implementation of Engrossed
37 Substitute Senate Bill No. 6206 (industrial hemp growing). If the
38 bill is not enacted by June 30, 2016, the amount provided in this
39 subsection shall lapse.

1 (6) \$55,000 of the general fund—state appropriation for fiscal
2 year 2017 is provided solely for the implementation of Engrossed
3 Substitute Senate Bill No. 6605 (solid waste/disease & pests). If the
4 bill is not enacted by June 30, 2016, the amount provided in this
5 subsection shall lapse.

6 (7) \$100,000 of the general fund—state appropriation for fiscal
7 year 2017 is provided solely for: (a) Assisting dairy farmers with
8 deep soil sampling and record keeping; (b) assessing, analyzing, and
9 reporting on lagoon storage on dairy farms in northern Puget Sound
10 and Yakima basin counties; (c) working with Washington State
11 University research and extension and the United States natural
12 resources conservation service on improving effluent analysis and
13 developing storage assessment tools and protocols to identify dairy
14 lagoons and effluent storage systems that are a significant risk to
15 state groundwater resources; and (d) providing engineering technical
16 assistance to dairy farmers for effluent storage lagoon engineering
17 to meet United States natural resources conservation service
18 standards via conservation districts in northern Puget Sound and
19 Yakima basin counties. The department of agriculture in cooperation
20 with the department of ecology shall report to the legislature by
21 July 1, 2017, with recommendations based on dairy lagoon and field
22 assessments, including estimated public and private costs and
23 benefits for reducing groundwater risk from lagoons and fields on
24 dairy farms, and the role, scope, and associated costs and benefits
25 of a state groundwater permit for dairy farmers.

26 **Sec. 310.** 2015 3rd sp.s. c 4 s 310 (uncodified) is amended to
27 read as follows:

28 **FOR THE WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM**

29 Pollution Liability Insurance Program Trust Account—State

30 Appropriation	((\$1,387,000))
31	<u>\$1,421,000</u>

32 Underground Storage Tank Revolving Account—State

33 Appropriation.	\$5,000
34 TOTAL APPROPRIATION.	\$1,426,000

35 The appropriations in this section are subject to the following
36 conditions and limitations: \$5,000 of the underground storage tank
37 revolving account—state appropriation is provided solely for
38 implementation of Substitute House Bill No. 2357 (pollution insurance

agency). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse.

Sec. 311. 2015 3rd sp.s. c 4 s 311 (uncodified) is amended to read as follows:

FOR THE PUGET SOUND PARTNERSHIP

General Fund—State Appropriation (FY 2016)	(((\$2,319,000)))
	<u>\$2,333,000</u>
General Fund—State Appropriation (FY 2017)	(((\$2,338,000)))
	<u>\$2,349,000</u>
General Fund—Federal Appropriation	(((\$9,895,000)))
	<u>\$9,955,000</u>
Aquatic Lands Enhancement Account—State	
Appropriation.	(((\$2,109,000)))
	<u>\$2,119,000</u>
State Toxics Control Account—State Appropriation	(((\$701,000)))
	<u>\$705,000</u>
TOTAL APPROPRIATION.	(((\$17,362,000)))
	<u>\$17,461,000</u>

The appropriations in this section are subject to the following conditions and limitations: By October 15, 2016, the Puget Sound partnership shall provide the governor a single, prioritized list of state agency 2017-2019 capital and operating budget requests related to Puget Sound restoration.

(End of part)

PART IV
TRANSPORTATION

Sec. 401. 2015 3rd sp.s. c 4 s 401 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF LICENSING

General Fund—State Appropriation (FY 2016)	((\$1,400,000))
	<u>\$1,202,000</u>
General Fund—State Appropriation (FY 2017)	((\$1,472,000))
	<u>\$1,465,000</u>
Architects' License Account—State Appropriation	((\$1,007,000))
	<u>\$1,008,000</u>
Professional Engineers' Account—State Appropriation	((\$4,157,000))
	<u>\$4,162,000</u>
Real Estate Commission Account—State Appropriation	((\$11,524,000))
	<u>\$11,536,000</u>
Uniform Commercial Code Account—State Appropriation	((\$3,270,000))
	<u>\$3,275,000</u>
Real Estate Education Program Account—State	
Appropriation	\$276,000
Real Estate Appraiser Commission Account—State	
Appropriation	((\$1,837,000))
	<u>\$1,838,000</u>
Business and Professions Account—State	
Appropriation	((\$18,218,000))
	<u>\$18,415,000</u>
Real Estate Research Account—State Appropriation	\$415,000
Geologists' Account—State Appropriation	\$53,000
Derelict Vessel Removal Account—State Appropriation	\$32,000
TOTAL APPROPRIATION.	((\$43,661,000))
	<u>\$43,677,000</u>

~~((The appropriations in this section are subject to the following conditions and limitations: \$198,000 of the general fund state appropriation for fiscal year 2016 and \$11,000 of the general fund state appropriation for fiscal year 2017 are provided solely for implementation of Engrossed Senate Bill No. 5416 (vessel-related transactions). If the bill is not enacted by July 10, 2015, the amounts provided in this subsection shall lapse.))~~

1 **Sec. 402.** 2015 3rd sp.s. c 4 s 402 (uncodified) is amended to
2 read as follows:

3 **FOR THE STATE PATROL**

4	General Fund—State Appropriation (FY 2016)	. . . . . ((\$39,855,000))
5		<u>\$41,105,000</u>
6	General Fund—State Appropriation (FY 2017)	. . . . . ((\$38,094,000))
7		<u>\$39,566,000</u>
8	General Fund—Federal Appropriation	((\$16,074,000))
9		<u>\$16,073,000</u>
10	General Fund—Private/Local Appropriation	((\$3,070,000))
11		<u>\$3,083,000</u>
12	Death Investigations Account—State Appropriation . . .	((\$6,508,000))
13		<u>\$6,439,000</u>
14	Enhanced 911 Account—State Appropriation	\$3,230,000
15	County Criminal Justice Assistance Account—State	
16	Appropriation	\$3,532,000
17	Municipal Criminal Justice Assistance Account—State	
18	Appropriation	\$1,443,000
19	Fire Service Trust Account—State Appropriation	\$131,000
20	Vehicle License Fraud Account—State Appropriation . . .	((\$255,000))
21		<u>\$264,000</u>
22	Disaster Response Account—State Appropriation	((\$8,000,000))
23		<u>\$6,389,000</u>
24	Fire Service Training Account—State Appropriation . .	((\$9,997,000))
25		<u>\$11,607,000</u>
26	Aquatic Invasive Species Enforcement Account—State	
27	Appropriation	\$54,000
28	State Toxics Control Account—State Appropriation	\$532,000
29	Fingerprint Identification Account—State	
30	Appropriation	((\$13,930,000))
31		<u>\$14,801,000</u>
32	TOTAL APPROPRIATION.	((\$144,705,000))
33		<u>\$148,249,000</u>

34 The appropriations in this section are subject to the following
35 conditions and limitations:

36 (1) \$200,000 of the fire service training account—state
37 appropriation is provided solely for two FTEs in the office of the
38 state director of fire protection to exclusively review K-12
39 construction documents for fire and life safety in accordance with

1 the state building code. It is the intent of this appropriation to
2 provide these services only to those districts that are located in
3 counties without qualified review capabilities.

4 (2) (~~(\$8,000,000))~~ \$6,389,000 of the disaster response account—
5 state appropriation (~~is~~) and \$1,611,000 of the fire service
6 training account—state appropriation are provided solely for
7 Washington state fire service resource mobilization costs incurred in
8 response to an emergency or disaster authorized under RCW 43.43.960
9 through 43.43.964. The state patrol shall submit a report quarterly
10 to the office of financial management and the legislative fiscal
11 committees detailing information on current and planned expenditures
12 from this account. This work shall be done in coordination with the
13 military department.

14 (3) \$700,000 of the fire service training account—state
15 appropriation is provided solely for the firefighter apprenticeship
16 training program.

17 (4) \$3,230,000 of the enhanced 911 account—state appropriation is
18 provided solely for the first phase of the state patrol's plan to
19 upgrade the criminal history system, and is subject to the same
20 conditions, limitations and review provided in section 705 (4)
21 through (6) of this act.

22 (5) \$1,375,000 of the general fund—state appropriation for fiscal
23 year 2016 and \$1,375,000 of the general fund—state appropriation for
24 fiscal year 2017 are provided solely for implementation of chapter
25 247, Laws of 2015 (Substitute House Bill No. 1068).

26 (6) \$3,200,000 of the fingerprint investigation account—state
27 appropriation is provided solely for the second phase of the state
28 patrol's plan to upgrade the criminal history system, and is subject
29 to the same conditions, limitations and review provided in section
30 705 (4) through (6) of this act.

31 (7) Within amounts provided in this section, the Washington state
32 patrol shall work with the consolidated technology services agency to
33 explore the feasibility and appropriateness of using vacant data
34 halls in the state data center as storage facilities for evidence
35 collected by law enforcement agencies, including but not limited to
36 the state patrol. The state patrol and the consolidated technology
37 services agency shall develop a cost estimate for modifying the data
38 center halls in order to fit this purpose. The state patrol shall

1 submit a report on its findings to the governor and the appropriate
2 committees of the legislature by December 1, 2015.

3 (8) \$50,000 of the general fund—state appropriation for fiscal
4 year 2016 and \$50,000 of the general fund—state appropriation for
5 fiscal year 2017 are provided solely for the state patrol to pay
6 assessments charged by local improvement districts.

7 (9) \$388,000 of the general fund—state appropriation for fiscal
8 year 2017, \$9,000 of the vehicle license fraud account—state
9 appropriation, and \$13,000 of the general fund—local appropriation
10 are provided solely for implementation of Engrossed Second Substitute
11 House Bill No. 2872 (WSP recruitment and retention). If the bill is
12 not enacted by June 30, 2016, the amounts provided in this subsection
13 shall lapse.

14 (10) The appropriations in this section include specific funds
15 for the purpose of implementing Second Substitute House Bill No. 2530
16 (protecting victims of sex crimes).

(End of part)

PART V
EDUCATION

Sec. 501. 2015 3rd sp.s. c 4 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund—State Appropriation (FY 2016)	.. . . . ((\$37,939,000))
	<u>\$38,284,000</u>
General Fund—State Appropriation (FY 2017)	.. . . . ((\$39,133,000))
	<u>\$46,199,000</u>
General Fund—Federal Appropriation	.. . . . ((\$67,174,000))
	<u>\$67,169,000</u>
General Fund—Private/Local Appropriation	.. . . . ((\$6,123,000))
	<u>\$9,623,000</u>
<u>Washington Opportunity Pathways Account—State</u>	
<u>Appropriation.</u>	<u>.. . . . \$292,000</u>
Dedicated Marijuana Account—State Appropriation (FY 2016).	\$251,000
Dedicated Marijuana Account—State Appropriation (FY 2017).	\$511,000
Performance Audits of Government Account—State	
Appropriation.	.. . . . \$208,000
TOTAL APPROPRIATION.	.. . . . ((\$151,339,000))
	<u>\$162,537,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) ((~~\$9,868,000~~)) \$10,152,000 of the general fund—state appropriation for fiscal year 2016 and ((~~\$10,150,000~~)) \$10,410,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(a) The superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award.

(b) Districts shall report to the office of the superintendent of public instruction daily student unexcused absence data by school, using a uniform definition of unexcused absence as established by the superintendent.

(c) By September of each year, the office of the superintendent of public instruction shall produce an annual status report on

1 implementation of the budget provisos in sections 501 and 513 of this
2 act. The status report of each proviso shall include, but not be
3 limited to, the following information: Purpose and objective, number
4 of state staff funded by the proviso, number of contractors, status
5 of proviso implementation, number of beneficiaries by year, list of
6 beneficiaries, a comparison of budgeted funding and actual
7 expenditures, other sources and amounts of funding, and proviso
8 outcomes and achievements.

9 (d) The superintendent of public instruction, in consultation
10 with the secretary of state, shall update the program prepared and
11 distributed under RCW 28A.230.150 for the observation of temperance
12 and good citizenship day to include providing an opportunity for
13 eligible students to register to vote at school.

14 (e) Districts shall annually report to the office of the
15 superintendent of public instruction on: (i) The annual number of
16 graduating high school seniors within the district earning the
17 Washington state seal of biliteracy provided in RCW 28A.300.575; and
18 (ii) the number of high school students earning competency-based high
19 school credits for world languages by demonstrating proficiency in a
20 language other than English. The office of the superintendent of
21 public instruction shall provide a summary report to the office of
22 the governor and the appropriate committees of the legislature by
23 December 1st of each year.

24 (2) \$1,017,000 of the general fund—state appropriation for fiscal
25 year 2016 and (~~(\$1,017,000))~~ \$857,000 of the general fund—state
26 appropriation for fiscal year 2017 are provided solely for activities
27 associated with the implementation of new school finance systems
28 required by chapter 236, Laws of 2010 (K-12 education funding) and
29 chapter 548, Laws of 2009 (state's education system), including
30 technical staff, systems reprogramming, and workgroup deliberations,
31 including the quality education council and the data governance
32 working group.

33 (3) \$1,012,000 of the general fund—state appropriation for fiscal
34 year 2016 (~~(and \$1,012,000))~~, \$851,000 of the general fund—state
35 appropriation for fiscal year 2017, and \$161,000 of the Washington
36 opportunity pathways account—state appropriation are provided solely
37 for the operation and expenses of the state board of education,
38 including basic education assistance activities. Of these amounts,
39 \$161,000 of the general fund—state appropriation for fiscal year 2016

1 and \$161,000 of the (~~general fund—state appropriation for fiscal~~
2 ~~year—2017~~)) Washington opportunity pathways account—state
3 appropriation are provided solely for implementation of (~~Initiative~~
4 ~~Measure No. 1240—(charter schools)~~)) RCW 28A.710 as amended by
5 Engrossed Second Substitute Senate Bill No. 6194 (public schools
6 other than common schools).

7 (4) \$3,571,000 of the general fund—state appropriation for fiscal
8 year 2016 and \$3,447,000 of the general fund—state appropriation for
9 fiscal year 2017 are provided solely to the professional educator
10 standards board for the following:

11 (a) \$1,050,000 in fiscal year 2016 and \$1,050,000 in fiscal year
12 2017 are for the operation and expenses of the Washington
13 professional educator standards board;

14 (b) \$2,372,000 of the general fund—state appropriation for fiscal
15 year 2016 and \$2,372,000 of the general fund—state appropriation for
16 fiscal year 2017 are for grants to improve preservice teacher
17 training and for funding of alternative routes to certification
18 programs administered by the professional educator standards board.
19 Alternative routes programs include the pipeline for paraeducators
20 program, the retooling to teach conditional loan programs, and the
21 recruiting Washington teachers program. Within this subsection
22 (4)(b), up to \$500,000 per fiscal year is available for grants to
23 public or private colleges of education in Washington state to
24 develop models and share best practices for increasing the classroom
25 teaching experience of preservice training programs;

26 (c) \$25,000 of the general fund—state appropriation for fiscal
27 year 2016 and \$25,000 of the general fund—state appropriation for
28 fiscal year 2017 are provided solely for the professional educator
29 standards board to develop educator interpreter standards and
30 identify interpreter assessments that are available to school
31 districts. Interpreter assessments should meet the following
32 criteria: (A) Include both written assessment and performance
33 assessment; (B) be offered by a national organization of professional
34 sign language interpreters and transliterators; and (C) be designed
35 to assess performance in more than one sign system or sign language.
36 The board shall establish a performance standard, defining what
37 constitutes a minimum assessment result, for each educational
38 interpreter assessment identified. The board shall publicize the
39 standards and assessments for school district use;

1 (d) \$124,000 of the general fund—state appropriation for fiscal
2 year 2016 is provided solely for implementation of chapter 136, Laws
3 of 2014 (paraeducator development).

4 (5) \$266,000 of the general fund—state appropriation for fiscal
5 year 2016 and \$266,000 of the general fund—state appropriation for
6 fiscal year 2017 are provided solely for the implementation of
7 chapter 240, Laws of 2010, including staffing the office of equity
8 and civil rights.

9 (a) \$5,000 of the amounts provided in this subsection shall be
10 provided to the Washington state school directors association for the
11 creation of a model policy and procedures for language access by
12 limited-English proficient parents. In developing the model policy
13 and procedures, the school directors association shall consider any
14 guidance materials created by the United States department of
15 justice, the United States department of education, and the office of
16 the superintendent of public instruction, regarding how school
17 districts can effectively assess their language access needs and how
18 to develop appropriately tailored language access plans. The model
19 policy and procedures must at a minimum address:

20 (i) Guidance and procedures for timely and accurate
21 identification of limited-English proficient parents and guardians
22 and their language access needs;

23 (ii) A recommended process and procedures for when and how to
24 access an interpreter;

25 (iii) A prohibition on the use of students or children as
26 interpreters for school-related communications;

27 (iv) Procedures to ensure appropriate staff are aware of parents'
28 or guardians' need for language assistance, including guidance for
29 all school administrators, teachers, and other appropriate staff
30 regarding when and how to access an interpreter or translation
31 services in a timely manner; and

32 (v) A process for communicating with parents and guardians about
33 their rights under federal and state law to be provided with
34 accessible information that allows them to make informed choices
35 regarding their child's education and how to access the resources and
36 services available to them.

37 (b) Within the amounts provided in this subsection, the office of
38 the superintendent of public instruction shall:

1 (i) Convene an advisory committee with representatives of
2 parents, school administrators, school principals, classified and
3 certificated staff, and other appropriate parties with interest in
4 language access for limited-English parents to develop sample
5 materials for school districts to disseminate to both school
6 employees and parents regarding parents' rights under the model
7 policy developed by the Washington state school directors'
8 association and the resources available to assist parents and
9 guardians in accessing the services available to them. The sample
10 materials must be developed by July 1, 2016;

11 (ii) Maintain and have available upon request a list of school
12 districts that have and have not adopted the Washington state school
13 directors' association's model policy;

14 (iii) Adopt rules regarding school districts' communication of
15 the language access policy and procedure to parents, students,
16 employees, and volunteers; and

17 (iv) Publish to the agency web site a listing of language access
18 services providers available to school districts, including but not
19 limited to, the telephonic, in-person, or video-remote interpreter
20 services vendors on contract with the state of Washington, including
21 contact information and training programs that are available to
22 support school districts in preparing employees for how to access and
23 effectively use an interpreter.

24 (6) \$50,000 of the general fund—state appropriation for fiscal
25 year 2016 and \$50,000 of the general fund—state appropriation for
26 fiscal year 2017 are provided solely for the ongoing work of the
27 education opportunity gap oversight and accountability committee.

28 (7) \$61,000 of the general fund—state appropriation for fiscal
29 year 2016 and \$61,000 of the general fund—state appropriation for
30 fiscal year 2017 are provided solely for the implementation of
31 chapter 380, Laws of 2009 (enacting the interstate compact on
32 educational opportunity for military children).

33 (8) \$131,000 of the general fund—state appropriation for fiscal
34 year 2016 and \$131,000 of the ~~((general fund—state appropriation for~~
35 ~~fiscal year 2017))~~ Washington opportunity pathways account—state
36 appropriation are provided solely for the implementation of
37 ~~((Initiative Measure No. 1240 (charter schools)))~~ RCW 28A.710 as
38 amended by Engrossed Second Substitute Senate Bill No. 6194 (public
39 schools other than common schools).

1 (9) \$1,802,000 of the general fund—state appropriation for fiscal
2 year 2016 and \$1,802,000 of the general fund—state appropriation for
3 fiscal year 2017 are provided solely for implementing a comprehensive
4 data system to include financial, student, and educator data,
5 including development and maintenance of the comprehensive education
6 data and research system (CEDARS).

7 (10) \$25,000 of the general fund—state appropriation for fiscal
8 year 2016 and \$25,000 of the general fund—state appropriation for
9 fiscal year 2017 are provided solely for project citizen, a program
10 sponsored by the national conference of state legislatures and the
11 center for civic education to promote participation in government by
12 middle school students.

13 (11) \$1,500,000 of the general fund—state appropriation for
14 fiscal year 2016 and \$1,500,000 of the general fund—state
15 appropriation for fiscal year 2017 are provided solely for
16 collaborative schools for innovation and success authorized under
17 chapter 53, Laws of 2012. The office of the superintendent of public
18 instruction shall award \$500,000 per year in funding for each
19 collaborative school for innovation and success selected for
20 participation in the pilot program during 2012.

21 (12) \$123,000 of the general fund—state appropriation for fiscal
22 year 2016 and \$123,000 of the general fund—state appropriation for
23 fiscal year 2017 are provided solely for implementation of chapter
24 163, Laws of 2012 (foster care outcomes). The office of the
25 superintendent of public instruction shall annually report each
26 December on the implementation of the state's plan of cross-system
27 collaboration to promote educational stability and improve education
28 outcomes of foster youth.

29 (13) \$250,000 of the general fund—state appropriation for fiscal
30 year 2016 and \$250,000 of the general fund—state appropriation for
31 fiscal year 2017 are provided solely for implementation of chapter
32 178, Laws of 2012 (open K-12 education resources).

33 (14) \$93,000 of the general fund—state appropriation for fiscal
34 year 2016 and \$93,000 of the general fund—state appropriation for
35 fiscal year 2017 are provided solely for chapter 185, Laws of 2011
36 (bullying prevention), which requires the office of the
37 superintendent of public instruction to convene an ongoing workgroup
38 on school bullying and harassment prevention. Within the amounts
39 provided, \$140,000 is for youth suicide prevention activities.

1 (15) \$14,000 of the general fund—state appropriation for fiscal
2 year 2016 and \$14,000 of the general fund—state appropriation for
3 fiscal year 2017 are provided solely for implementation of chapter
4 242, Laws of 2013 (state-tribal education compacts).

5 (16) \$62,000 of the general fund—state appropriation for fiscal
6 year 2016 and \$62,000 of the general fund—state appropriation for
7 fiscal year 2017 are provided solely for competitive grants to school
8 districts to increase the capacity of high schools to offer AP
9 computer science courses. In making grant allocations, the office of
10 the superintendent of public instruction must give priority to
11 schools and districts in rural areas, with substantial enrollment of
12 low-income students, and that do not offer AP computer science.
13 School districts may apply to receive either or both of the following
14 grants:

15 (a) A grant to establish partnerships to support computer science
16 professionals from private industry serving on a voluntary basis as
17 coinstructors along with a certificated teacher, including via
18 synchronous video, for AP computer science courses; or

19 (b) A grant to purchase or upgrade technology and curriculum
20 needed for AP computer science, as well as provide opportunities for
21 professional development for classroom teachers to have the requisite
22 knowledge and skills to teach AP computer science.

23 (17) \$10,000 of the general fund—state appropriation for fiscal
24 year 2016 and \$10,000 of the general fund—state appropriation for
25 fiscal year 2017 are provided solely for the superintendent of public
26 instruction to convene a committee for the selection and recognition
27 of Washington innovative schools. The committee shall select and
28 recognize Washington innovative schools based on the selection
29 criteria established by the office of the superintendent of public
30 instruction, in accordance with chapter 202, Laws of 2011 (innovation
31 schools—recognition) and chapter 260, Laws of 2011 (innovation
32 schools and zones).

33 (18) \$100,000 of the general fund—state appropriation for fiscal
34 year 2016 and \$100,000 of the general fund—state appropriation for
35 fiscal year 2017 are provided solely for the Mobius science center to
36 expand mobile outreach of science, technology, engineering, and
37 mathematics (STEM) education to students in rural, tribal, and low-
38 income communities.

1 (19) \$59,000 of the general fund—state appropriation for fiscal
2 year 2016 is provided solely for the office of the superintendent of
3 public instruction to convene a task force to design a performance-
4 based assistance and accountability system for the transitional
5 bilingual instruction program. The office must submit a report with
6 recommendations from the task force to the education and fiscal
7 committees of the legislature by January 15, 2016.

8 (20) \$131,000 of the general fund—state appropriation for fiscal
9 year 2016 and \$131,000 of general fund—state appropriation for fiscal
10 year 2017 are provided solely for the office of the superintendent of
11 public instruction to perform on-going program reviews of alternative
12 learning experience programs and dropout reengagement programs. The
13 amounts provided in this subsection are sufficient for the office of
14 the superintendent of public instruction to conduct ongoing
15 consolidated program reviews of alternative learning experience
16 programs and dropout reengagement programs established under chapter
17 20, Laws of 2010. The office of the superintendent of public
18 instruction shall include alternative learning education and dropout
19 reengagement programs in its ongoing consolidated program reviews, as
20 well as provide outreach and training to school districts regarding
21 implementation of the programs. Findings from the program reviews
22 will be used to support and prioritize the office of the
23 superintendent of public instruction outreach and education efforts
24 that assist school districts in implementing the programs in
25 accordance with statute and legislative intent, as well as to support
26 financial and performance audit work conducted by the office of the
27 state auditor.

28 (21) \$31,000 of the general fund—state appropriation for fiscal
29 year 2016 and \$55,000 of the general fund—state appropriation for
30 fiscal year 2017 are provided solely for the office of the
31 superintendent of public instruction for statewide implementation of
32 career and technical education course equivalency frameworks
33 authorized under RCW 28A.700.070 for math and science. This may
34 include development of additional equivalency course frameworks,
35 course performance assessments, and professional development for
36 districts implementing the new frameworks. At least two of the
37 science course frameworks must be in environmental science.

38 (22) \$142,000 of the general fund—state appropriation for fiscal
39 year 2016 and \$142,000 of the general fund—state appropriation for

1 fiscal year 2017 are provided solely for implementation of chapter
2 103, Laws of 2014 (Substitute Senate Bill No. 6431) (youth suicide
3 prevention).

4 (23) \$208,000 of the performance audits of government account—
5 state appropriation is provided solely to address additional audit
6 resolutions and appeals in the alternative learning experience
7 programs.

8 (24) \$2,541,000 of the general fund—state appropriation for
9 fiscal year 2016 and \$2,541,000 of the general fund—state
10 appropriation for fiscal year 2017 are provided solely for a corps of
11 nurses located at educational service districts, as determined by the
12 superintendent of public instruction, to be dispatched to the most
13 needy schools to provide direct care to students, health education,
14 and training for school staff.

15 (25) \$210,000 of the general fund—state appropriation for fiscal
16 year 2016 and \$210,000 of the general fund—state appropriation for
17 fiscal year 2017 are provided solely for a nonviolence and leadership
18 training program provided by the institute for community leadership.

19 (26) \$1,221,000 of the general fund—state appropriation for
20 fiscal year 2016 and \$1,221,000 of the general fund—state
21 appropriation for fiscal year 2017 are provided solely for K-20
22 telecommunications network technical support in the K-12 sector to
23 prevent system failures and avoid interruptions in school utilization
24 of the data processing and video-conferencing capabilities of the
25 network. These funds may be used to purchase engineering and advanced
26 technical support for the network.

27 (27) \$2,549,000 of the general fund—state appropriation for
28 fiscal year 2016 and (~~(\$3,360,000))~~ \$3,940,000 of the general fund—
29 state appropriation for fiscal year 2017 are provided solely for the
30 Washington state achievers scholarship and Washington higher
31 education readiness program. The funds shall be used to: Support
32 community involvement officers that recruit, train, and match
33 community volunteer mentors with students selected as achievers
34 scholars; and to identify and reduce barriers to college for low-
35 income and underserved middle and high school students.

36 (28) \$1,354,000 of the general fund—state appropriation for
37 fiscal year 2016 and \$1,354,000 of the general fund—state
38 appropriation for fiscal year 2017 are provided solely for
39 contracting with a college scholarship organization with expertise in

1 conducting outreach to students concerning eligibility for the
2 Washington college bound scholarship consistent with chapter 405,
3 Laws of 2007.

4 (29) \$1,000,000 of the general fund—state appropriation for
5 fiscal year 2016, \$1,000,000 of the general fund—state appropriation
6 for fiscal year 2017, and \$762,000 of the dedicated marijuana account
7 —state appropriation are provided solely for dropout prevention,
8 intervention, and reengagement programs, including the jobs for
9 America's graduates (JAG) program, dropout prevention programs that
10 provide student mentoring, and the building bridges statewide
11 program. Starting in school year 2014-15, students in the foster care
12 system or who are homeless shall be given priority by districts
13 offering the jobs for America's graduates program. The office of the
14 superintendent of public instruction shall convene staff
15 representatives from high schools to meet and share best practices
16 for dropout prevention. Of these amounts, \$251,000 of the dedicated
17 marijuana account—state appropriation for fiscal year 2016, and
18 \$511,000 of the dedicated marijuana account—state appropriation for
19 fiscal year 2017 are provided solely for the building bridges
20 statewide program.

21 (30) \$2,654,000 of the general fund—state appropriation for
22 fiscal year 2016 and \$2,984,000 of the general fund—state
23 appropriation for fiscal year 2017 are provided solely for the
24 Washington kindergarten inventory of developing skills. State funding
25 shall support the statewide administration of the inventory under RCW
26 28A.655.080(1) and the one-time implementation and training grants
27 under RCW 28A.655.080(3) for schools implementing the inventory for
28 the first time in the 2015-2017 fiscal biennium.

29 (31) \$75,000 of the general fund—state appropriation for fiscal
30 year 2016 and \$75,000 of the general fund—state appropriation for
31 fiscal year 2017 are provided solely to subsidize advanced placement
32 exam fees and international baccalaureate class fees and exam fees
33 for low-income students. To be eligible for the subsidy, a student
34 must be either enrolled or eligible to participate in the federal
35 free or reduced-price lunch program, and the student must have
36 maximized the allowable federal contribution. The office of the
37 superintendent of public instruction shall set the subsidy in an
38 amount so that the advanced placement exam fee does not exceed \$15.00

1 and the combined class and exam fee for the international
2 baccalaureate does not exceed \$14.50.

3 (32) \$293,000 of the general fund—state appropriation for fiscal
4 year 2016 and \$293,000 of the general fund—state appropriation for
5 fiscal year 2017 are provided solely for the office of the
6 superintendent of public instruction to support district
7 implementation of comprehensive guidance and planning programs
8 consistent with RCW 28A.600.045.

9 (33) \$2,864,000 of the general fund—state appropriation for
10 fiscal year 2016 and \$3,758,000 of the general fund—state
11 appropriation for fiscal year 2017 are provided solely for
12 implementation of Engrossed Second Substitute House Bill No. 1546
13 (dual credit education opportunities).

14 (34) \$161,000 of the general fund—state appropriation for fiscal
15 year 2016 and \$54,000 of the general fund—state appropriation for
16 fiscal year 2017 are provided solely for the superintendent of public
17 instruction to convene a workgroup to recommend comprehensive
18 benchmarks for developmentally appropriate interpersonal and
19 decision-making knowledge and skills of social and emotional learning
20 for grades kindergarten through high school that build upon what is
21 being done in early learning. The workgroup shall submit
22 recommendations to the education committees of the legislature, and
23 the office of the governor by October 1, 2016.

24 (35) \$122,000 of the general fund—state appropriation for fiscal
25 year 2016 and \$117,000 of the general fund—state appropriation for
26 fiscal year 2017 are provided solely for implementation of chapter 3
27 (SHB No. 1813), Laws of 2015 1st sp. sess. (computer science).

28 (36)(a) \$250,000 of the general fund—state appropriation for
29 fiscal year 2016 and \$250,000 of the general fund—state appropriation
30 for fiscal year 2017 are provided solely for the office of the
31 superintendent of public instruction to implement a K-12 dual
32 language expansion grant program to build and expand well-
33 implemented, sustainable dual language programs and create state-
34 level infrastructure dedicated to dual language instruction.

35 (b) The superintendent shall award grants to pairs of school
36 districts for periods of two years. Each awarded pair must have one
37 district with an established dual language program with a plan for
38 expansion, and another district with the desire to implement a new
39 dual language program.

1 (c) Grant funds may be used for professional development,
2 supplemental materials, training, administrative staffing of the
3 program, site visits, recruiting bilingual teachers and instructional
4 aides, program evaluation, and coaching.

5 (37) \$400,000 of the general fund—state appropriation for fiscal
6 year 2016 and \$200,000 of the general fund—state appropriation for
7 fiscal year 2017 are provided solely for the urban school turnaround
8 initiative as follows:

9 (a) The office of the superintendent of public instruction shall
10 provide grants of equal amounts to two schools that have previously
11 received urban school turnaround initiative grants. The purpose of
12 these grants is to assist the schools in maintaining gains made as a
13 result of work completed under the original program, while also
14 phasing out state funding support of the program.

15 (b) The office shall allocate the funds under this subsection
16 (36) to the school district to be used exclusively in the selected
17 schools. The district may not charge an overhead or indirect fee for
18 the allocated funds or supplant other state, federal, or local funds
19 in the selected schools. The school district shall use the funds for
20 intensive supplemental instruction, services, and materials in the
21 selected schools, including but not limited to professional
22 development for school staff; updated curriculum, materials, and
23 technology; extended learning opportunities for students; reduced
24 class size; summer enrichment activities; school-based health
25 clinics; and other research-based initiatives to dramatically turn
26 around the performance and close the achievement gap in the schools.
27 The office shall enter into an expenditure agreement with the school
28 district under which any funds under this subsection (41) remaining
29 unspent on August 31, 2017, shall be returned to the state.
30 Priorities for the expenditure of the funds shall be determined by
31 the leadership and staff of each school.

32 (38) \$125,000 of the general fund—state appropriation for fiscal
33 year 2016 and \$125,000 of the general fund—state appropriation for
34 fiscal year 2017 are provided solely for the Kip Tokuda memorial
35 Washington civil liberties public education program. The
36 superintendent of public instruction shall award grants consistent
37 with RCW 28A.300.410.

38 (39) \$652,000 of the general fund—state appropriation for fiscal
39 year 2016 is provided solely for the administration of the

1 preliminary scholastic aptitude test to ninth and tenth grade
2 participants in the college bound program. The superintendent of
3 public instruction shall partner with a national nonprofit
4 organization that offers the aptitude test and that will provide: (i)
5 Early and annual feedback on student progress; (ii) detailed
6 performance feedback connected to Washington's standards,
7 instruction, and assessments; (iii) access to state-of-the-art
8 learning tools including free, personalized practice; (iv) access to
9 college and career planning tools; (v) personalized information
10 packets to high-achieving, low-income students to increase the number
11 of applications from this group of students to public four-year
12 institutions of higher education and independent, nonprofit
13 baccalaureate degree-granting institutions in Washington; and (vi)
14 for income eligible students, the opportunity to take the preliminary
15 scholastic aptitude test in eleventh grade at no cost, to take the
16 scholastic aptitude test twice at no cost, and access to additional
17 tools and score reports at no cost.

18 (40)(a) \$125,000 of the general fund—state appropriation for
19 fiscal year 2016 and \$125,000 of the general fund—state appropriation
20 for fiscal year 2017 is provided solely for a grant to an entity that
21 is exempt from taxation under Title 26 U.S.C. Sec. 501(c)(3) of the
22 federal internal revenue code of 1986, as amended, as of the
23 effective date of this section, that is affiliated and in good
24 standing with a national congressionally chartered organization's
25 standards under 36 U.S.C., subtitle II, part B, and that:

26 (i) Is facility-based and provides proven and tested
27 recreational, educational, and character-building programs for
28 children ages six to eighteen years of age;

29 (ii) Provides after school and summer programs in a minimum of
30 fifty communities statewide, with youth development services
31 available at least twenty hours weekly during the school year and for
32 thirty hours weekly during summer programming;

33 (iii) Has adopted standards for care that at a minimum include
34 staff ratios, staff training, health and safety standards, and
35 mechanisms for assessing and enforcing the program's compliance with
36 the standards;

37 (iv) Provides a process to receive and resolve parental
38 complaints; and

39 (v) Conducts national criminal background checks for all
40 employees and volunteers who work with children.

1 (b) The grant shall be used to pilot a program of academic,
2 innovation, and mentoring. The purpose of the program is to enable
3 eligible neighborhood youth development entities to provide out-of-
4 school time programs for youth six to eighteen years of age that
5 include educational services, mentoring, and linkages to positive,
6 pro-social leisure and recreational activities. The programs must be
7 designed for mentoring and academic enrichment that include at least
8 two of the following three activity areas:

9 (i) Science, technology, engineering, and math (STEM);

10 (ii) Homework support and high-yield learning opportunities; and

11 (iii) Career exploration.

12 (c) The entity receiving the grant shall conduct the pilot in at
13 least five communities statewide. The office of the superintendent of
14 public instruction shall submit a report to the appropriate education
15 and fiscal committees of the legislature by December 31, 2015, and a
16 final report by December 31, 2016. The report shall outline the
17 programs established, target populations, and pre- and post-testing
18 results.

19 (41) \$25,000 of the general fund—state appropriation for fiscal
20 year 2016 and \$25,000 of the general fund—state appropriation for
21 fiscal year 2017 are provided solely for the office of the
22 superintendent of public instruction to partner with a nonprofit
23 organization providing music curriculum for kindergarten and first
24 grade students and establish a grant program that provides start-up
25 costs and materials for integrated music curriculum that links
26 together other core curriculum. Preference shall be given to Title 1
27 schools, head start programs, early childhood education and
28 assistance program sites, high poverty schools, schools with high
29 mobility, and schools with low student achievement.

30 (42) \$1,000,000 of the general fund—state appropriation for
31 fiscal year 2016 and \$1,000,000 of the general fund—state
32 appropriation for fiscal year 2017 are provided solely for the
33 computer science and education grant program to support the following
34 three purposes: Train and credential teachers in computer sciences;
35 provide and upgrade technology needed to learn computer science; and,
36 for computer science frontiers grants to introduce students to and
37 engage them in computer science. The office of the superintendent of
38 public instruction must use the computer science learning standards
39 adopted pursuant to Substitute House Bill No. 1813 (computer science)

1 in implementing the grant, to the extent possible. Additionally,
2 grants provided for the purpose of introducing students to computer
3 science are intended to support innovative ways to introduce and
4 engage students from historically underrepresented groups, including
5 girls, low-income students, and minority students, to computer
6 science and to inspire them to enter computer science careers. Grant
7 funds for the computer science and education grant program may be
8 expended only to the extent that they are equally matched by private
9 sources for the program, including gifts, grants, or endowments.

10 (43) \$1,461,000 of the general fund—state appropriation for
11 fiscal year 2017 is provided solely for a contract with a
12 nongovernmental entity or entities for demonstration sites to improve
13 the educational outcomes of students who are dependent pursuant to
14 chapter 13.34 RCW pursuant to Fourth Substitute House Bill No. 1999
15 (foster youth edu. outcomes).

16 (a) Of the amount provided in this subsection, \$446,000 of the
17 general fund—state appropriation for fiscal year 2017 is provided
18 solely for the demonstration site established pursuant to the
19 2013-2015 omnibus appropriations act, section 202(10), chapter 4,
20 Laws of 2013, 2nd sp. sess.

21 (b) Of the amount provided in this subsection, \$1,015,000 of the
22 general fund—state appropriation for fiscal year 2017 is provided
23 solely for a second demonstration site that includes a school
24 district or school district with a significant number of dependent
25 students. The office of the superintendent of public instruction, in
26 collaboration with the department of social and health services
27 children's administration and the contracted nongovernmental entity
28 or entities, shall select a second demonstration site for
29 implementation after July 1, 2016.

30 (44) \$1,000,000 of the general fund—state appropriation for
31 fiscal year 2017 is provided solely for implementation of Third
32 Substitute House Bill No. 1682 (homeless students). If the bill is
33 not enacted by June 30, 2016, the amount provided in this subsection
34 shall lapse.

35 (45) \$1,242,000 of the general fund—state appropriation for
36 fiscal year 2017 is provided solely for implementation of Fourth
37 Substitute House Bill No. 1541 (educational opportunity gap). If the
38 bill is not enacted by June 30, 2016, the amount provided in this
39 subsection shall lapse.

1 (46) \$350,000 of the general fund—state appropriation for fiscal
2 year 2017 is provided solely for implementation of Second Substitute
3 House Bill No. 2449 (truancy reduction). If the bill is not enacted
4 by June 30, 2016, the amount provided in this subsection shall lapse.

5 (47) \$50,000 of the general fund—state appropriation for fiscal
6 year 2016 and \$50,000 of the general fund—state appropriation for
7 fiscal year 2017 are provided solely for a skilled workforce
8 development high school summer internship pilot project. The office
9 of the superintendent of public instruction shall select two high
10 schools from the largest urban school district in the state who will
11 in turn select 10 students each, who have completed their junior
12 year, to participate in a 5 1/2 week summer internship. The selected
13 high schools must partner with the port of Seattle and manufacturing
14 and maritime employers, who are committed to fostering the
15 development of local youth into a skilled workforce, to provide
16 internships for the selected students. The office of the
17 superintendent of public instruction must submit a report to the
18 legislature by December 1, 2016, summarizing the successes and
19 failures of the pilot project and provide recommendations for any
20 future actions. Expenditure of the amounts in this section is
21 contingent on receipt by the school district of a fifty percent match
22 in funding from nonstate sources.

23 (48) \$1,750,000 of the general fund—state appropriation for
24 fiscal year 2017 is provided solely for professional development for
25 state-funded classroom paraeducators. Training must be provided in
26 the 2016-17 school year.

27 (49) \$41,000 of the general fund—state appropriation for fiscal
28 year 2017 is provided solely for the office of the superintendent of
29 public instruction to implement the since time immemorial program,
30 including web site updates to accommodate video content and online
31 teaching tools, and training for classroom certificated instructional
32 staff.

33 (50) \$11,000 of the general fund—state appropriation for fiscal
34 year 2016 and \$8,000 of the general fund—state appropriation for
35 fiscal year 2017 are provided solely for implementation of chapter 3,
36 Laws of 2016 (basic education obligations).

37 (51) \$276,000 of the general fund—state appropriation for fiscal
38 year 2017 is provided solely for implementation of Engrossed Senate

1 Bill No. 6620 (school safety). If the bill is not enacted by June 30,
2 2016, the amount provided in this subsection shall lapse.

3 (52) \$500,000 of the general fund—state appropriation for fiscal
4 year 2017 is provided solely for implementation of section 1 of
5 Engrossed Second Substitute Senate Bill No. 6455 (professional
6 educator workforce). If section 1 of the bill is not enacted by June
7 30, 2016, the amount provided in this subsection shall lapse.

8 **Sec. 502.** 2015 3rd sp.s. c 4 s 502 (uncodified) is amended to
9 read as follows:

10 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR GENERAL**
11 **APPORTIONMENT**

12	General Fund—State Appropriation (FY 2016)	. . .	((\$6,373,305,000))
13			<u>\$6,375,707,000</u>
14	General Fund—State Appropriation (FY 2017)	. . .	((\$6,743,880,000))
15			<u>\$6,734,241,000</u>
16	Education Legacy Trust Account—State Appropriation	.	((\$125,730,000))
17			<u>\$95,730,000</u>
18	TOTAL APPROPRIATION.	. . . . .	((\$13,242,915,000))
19			<u>\$13,205,678,000</u>

20 The appropriations in this section are subject to the following
21 conditions and limitations:

22 (1)(a) Each general fund fiscal year appropriation includes such
23 funds as are necessary to complete the school year ending in the
24 fiscal year and for prior fiscal year adjustments.

25 (b) For the 2015-16 and 2016-17 school years, the superintendent
26 shall allocate general apportionment funding to school districts as
27 provided in the funding formulas and salary schedules in sections 502
28 and 503 of this act, excluding (c) of this subsection.

29 (c) From July 1, 2015, to August 31, 2015, the superintendent
30 shall allocate general apportionment funding to school districts
31 programs as provided in sections 502 and 503, chapter 4, Laws of 2013
32 2nd sp. sess., as amended.

33 (d) The enrollment of any district shall be the annual average
34 number of full-time equivalent students and part-time students as
35 provided in RCW 28A.150.350, enrolled on the fourth day of school in
36 September and on the first school day of each month October through
37 June, including students who are in attendance pursuant to RCW
38 28A.335.160 and 28A.225.250 who do not reside within the servicing

1 school district. Any school district concluding its basic education
2 program in May must report the enrollment of the last school day held
3 in May in lieu of a June enrollment.

4 (e)(i) Funding provided in this part V of this act is sufficient
5 to provide each full-time equivalent student with the minimum hours
6 of instruction required under RCW 28A.150.220.

7 (ii) The office of the superintendent of public instruction shall
8 align the agency rules defining a full-time equivalent student with
9 the increase in the minimum instructional hours under RCW
10 28A.150.220, as amended by the legislature in 2014.

11 (f) The superintendent shall adopt rules requiring school
12 districts to report full-time equivalent student enrollment as
13 provided in RCW 28A.655.210 and to carry out the requirement
14 specified in subsections 2(c)(i)(B) and 2(c)(ii)(B) of this section.

15 (g) For the 2015-16 and 2016-17 school years, school districts
16 must report to the office of the superintendent of public instruction
17 the monthly actual average district-wide class size across each grade
18 level of kindergarten, first grade, second grade, and third grade
19 classes. The superintendent of public instruction shall report this
20 information to the education and fiscal committees of the house of
21 representatives and the senate by September 30th of each year.

22 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

23 Allocations for certificated instructional staff salaries for the
24 2015-16 and 2016-17 school years are determined using formula-
25 generated staff units calculated pursuant to this subsection.

26 (a) Certificated instructional staff units, as defined in RCW
27 28A.150.410, shall be allocated to reflect the minimum class size
28 allocations, requirements, and school prototypes assumptions as
29 provided in RCW 28A.150.260, except that the allocation for guidance
30 counselors in a middle school shall be 1.216 for the 2015-16 and
31 2016-17 school years, this enhancement is within the program of basic
32 education. The superintendent shall make allocations to school
33 districts based on the district's annual average full-time equivalent
34 student enrollment in each grade.

35 (b) Additional certificated instructional staff units provided in
36 this subsection (2) that exceed the minimum requirements in RCW
37 28A.150.260 are enhancements outside the program of basic education,
38 except as otherwise provided in this section.

(c)(i)(A) The superintendent shall base allocations for each level of prototypical school on the following regular education average class size of full-time equivalent students per teacher, except as provided in (c)(ii) of this subsection:

General education class size:

Grade	RCW 28A.150.260	2015-16 School Year	2016-17 School Year
Grade K	22.00	19.00
Grade 1	23.00	21.00
Grade 2	24.00	22.00
Grade 3	25.00	22.00
Grade 4	27.00	27.00
Grades 5-6	27.00	27.00
Grades 7-8	28.53	28.53
Grades 9-12	28.74	28.74

The superintendent shall base allocations for laboratory science, career and technical education (CTE) and skill center programs average class size as provided in RCW 28A.150.260.

(B) For grades kindergarten through three, the superintendent shall allocate funding for class size reductions to the extent of, and in proportion to, the school district's demonstrated actual weighted average class size for grades kindergarten through three, down to the weighted average class size specified in subsection 2(c)(i)(A) of this section. At a minimum, the superintendent must allocate funding sufficient to fund a weighted average class size not to exceed 25.23 full-time equivalent students per teacher in these grades.

(ii)(A) For each level of prototypical school at which more than fifty percent of the students were eligible for free and reduced-price meals in the prior school year, the superintendent shall allocate funding based on the following average class size of full-time equivalent students per teacher:

General education class size in high poverty schools:

Grade	RCW 28A.150.260	2015-16 School Year	2016-17 School Year
Grade K	18.00	17.00

1	Grade 1	.....	19.00	17.00
2	Grade 2	.....	22.00	18.00
3	Grade 3	.....	24.00	21.00
4	Grade 4	.....	27.00	27.00
5	Grades 5-6	.....	27.00	27.00
6	Grades 7-8	.....	28.53	28.53
7	Grades 9-12	.....	28.74	28.74

(B) For grades kindergarten through three, the superintendent shall allocate funding for class size reductions to the extent of, and in proportion to, the school district's demonstrated actual weighted average class size for grades kindergarten through three, down to the weighted average class size specified in subsection 2(c)(ii)(A) of this section. At a minimum, the superintendent must allocate funding sufficient to fund a weighted average class size not to exceed 25.23 full-time equivalent students per teacher in these grades.

(iii) The enhancements in this subsection (2)(c) are within the program of basic education.

(iv) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher planning period, expressed as a percentage of a teacher work day, is 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

(v) Advanced placement and international baccalaureate courses are funded at the same class size assumptions as general education schools in the same grade; and

(d)(i) Funding for teacher librarians, school nurses, social workers, school psychologists, and guidance counselors is allocated based on the school prototypes as provided in RCW 28A.150.260 and (a) of this subsection and is considered certificated instructional staff, except as provided in (d)(ii) of this subsection.

(ii) Students in approved career and technical education and skill center programs generate certificated instructional staff units to provide for the services of teacher librarians, school nurses, social workers, school psychologists, and guidance counselors at the following combined rate per 1000 student full-time equivalent enrollment:

2015-16 School	2016-17 School
Year	Year

1	Career and	3.07	3.07
2	Technical		
3	Education		
4	Skill Center	3.41	3.41

(3) ADMINISTRATIVE STAFF ALLOCATIONS

(a) Allocations for school building-level certificated administrative staff salaries for the 2015-16 and 2016-17 school years for general education students are determined using the formula generated staff units calculated pursuant to this subsection. The superintendent shall make allocations to school districts based on the district's annual average full-time equivalent enrollment in each grade. The following prototypical school values shall determine the allocation for principals, assistance principals, and other certificated building level administrators:

Prototypical School Building:

Elementary School	.....	1.253
Middle School	.....	1.353
High School	.....	1.880

(b) Students in approved career and technical education and skill center programs generate certificated school building-level administrator staff units at per student rates that are a multiple of the general education rate in (a) of this subsection by the following factors: Career and Technical Education students. 1.025
Skill Center students. 1.198

(4) CLASSIFIED STAFF ALLOCATIONS

Allocations for classified staff units providing school building-level and district-wide support services for the 2015-16 and 2016-17 school years are determined using the formula-generated staff units provided in RCW 28A.150.260, and adjusted based on each district's annual average full-time equivalent student enrollment in each grade, except that the allocation for parent involvement coordinators in an elementary school shall be 0.0825 for the 2015-16 and 2016-17 school years, which enhancement is within the program of basic education.

(5) CENTRAL OFFICE ALLOCATIONS

In addition to classified and administrative staff units allocated in subsections (3) and (4) of this section, classified and

administrative staff units are provided for the 2015-16 and 2016-17 school year for the central office administrative costs of operating a school district, at the following rates:

(a) The total central office staff units provided in this subsection (5) are calculated by first multiplying the total number of eligible certificated instructional, certificated administrative, and classified staff units providing school-based or district-wide support services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

(b) Of the central office staff units calculated in (a) of this subsection, 74.53 percent are allocated as classified staff units, as generated in subsection (4) of this section, and 25.47 percent shall be allocated as administrative staff units, as generated in subsection (3) of this section.

(c) Staff units generated as enhancements outside the program of basic education to the minimum requirements of RCW 28A.150.260, and staff units generated by skill center and career-technical students, are excluded from the total central office staff units calculation in (a) of this subsection.

(d) For students in approved career-technical and skill center programs, central office classified units are allocated at the same staff unit per student rate as those generated for general education students of the same grade in this subsection (5), and central office administrative staff units are allocated at staff unit per student rates that exceed the general education rate established for students in the same grade in this subsection (5) by 1.46 percent in the 2015-16 school year and (~~(1.46))~~ 1.45 percent in the 2016-17 school year for career and technical education students, and 17.33 percent in the 2015-16 school year and (~~(17.33))~~ 17.31 percent in the 2016-17 school year for skill center students.

(6) FRINGE BENEFIT ALLOCATIONS

Fringe benefit allocations shall be calculated at a rate of 21.42 percent in the 2015-16 school year and 21.42 percent in the 2016-17 school year for certificated salary allocations provided under subsections (2), (3), and (5) of this section, and a rate of 22.72 percent in the 2015-16 school year and 22.72 percent in the 2016-17 school year for classified salary allocations provided under subsections (4) and (5) of this section.

(7) INSURANCE BENEFIT ALLOCATIONS

Insurance benefit allocations shall be calculated at the maintenance rate specified in section 504 of this act, based on the number of benefit units determined as follows:

(a) The number of certificated staff units determined in subsections (2), (3), and (5) of this section; and

(b) The number of classified staff units determined in subsections (4) and (5) of this section multiplied by 1.152. This factor is intended to adjust allocations so that, for the purpose of distributing insurance benefits, full-time equivalent classified employees may be calculated on the basis of 1,440 hours of work per year, with no individual employee counted as more than one full-time equivalent.

(8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

Funding is allocated per annual average full-time equivalent student for the materials, supplies, and operating costs (MSOC) incurred by school districts, consistent with the requirements of RCW 28A.150.260.

(a)(i) MSOC funding for general education students are allocated at the following per student rates:

MSOC RATES/STUDENT FTE

MSOC Component	2015-16 SCHOOL YEAR	2016-17 SCHOOL YEAR
Technology	\$127.17	(\$129.33) <u>\$128.58</u>
Utilities and Insurance	\$345.55	(\$351.43) <u>\$349.35</u>
Curriculum and Textbooks	\$136.54	(\$138.86) <u>\$138.04</u>
Other Supplies and Library Materials	\$289.88	(\$294.81) <u>\$293.07</u>
Instructional Professional Development for Certificated and Classified Staff	\$21.12	(\$21.47) <u>\$21.35</u>
Facilities Maintenance	\$171.19	(\$174.10) <u>\$173.07</u>
Security and Central Office	\$118.60	(\$120.61) <u>\$119.90</u>
TOTAL BASIC EDUCATION MSOC/STUDENT FTE	\$1,210.05	(\$1,230.62) <u>\$1,223.36</u>

(ii) For the 2016-17 school year, as part of the budget development, hearing, and review process required by chapter 28A.505

RCW, each school district must disclose: (A) The amount of state funding to be received by the district under (a) and (d) of this subsection (8); (B) the amount the district proposes to spend for materials, supplies, and operating costs; (C) the difference between these two amounts; and (D) if (A) of this subsection (8)(a)(ii) exceeds (B) of this subsection (8)(a)(ii), any proposed use of this difference and how this use will improve student achievement.

(b) Students in approved skill center programs generate per student FTE MSOC allocations of \$1,272.99 for the 2015-16 school year and ((~~\$1,294.63~~)) \$1,286.99 for the 2016-17 school year.

(c) Students in approved exploratory and preparatory career and technical education programs generate a per student MSOC allocation of \$1,431.65 for the 2015-16 school year and ((~~\$1,455.99~~)) \$1,447.40 for the 2016-17 school year.

(d) Students in grades 9-12 generate per student FTE MSOC allocations in addition to the allocation provided in (a) of this subsection at the following rate:

MSOC Component	2015-16 SCHOOL YEAR	2016-17 SCHOOL YEAR
Technology	\$36.57	((\$37.19)) <u>\$36.98</u>
Curriculum and Textbooks	\$39.89	((\$40.57)) <u>\$40.33</u>
Other Supplies and Library Materials	\$83.11	((\$84.53)) <u>\$84.02</u>
Instructional Professional Development for Certified and Classified Staff	\$6.65	((\$6.76)) <u>\$6.72</u>
TOTAL GRADE 9-12 BASIC EDUCATION MSOC/STUDENT FTE	\$166.22	((\$169.05)) <u>\$168.05</u>

(9) SUBSTITUTE TEACHER ALLOCATIONS

For the 2015-16 and 2016-17 school years, funding for substitute costs for classroom teachers is based on four (4) funded substitute days per classroom teacher unit generated under subsection (2) of this section, at a daily substitute rate of \$151.86.

(10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

(a) Amounts provided in this section from July 1, 2015, to August 31, 2015, are adjusted to reflect provisions of chapter 4, Laws of 2013 2nd sp. sess., as amended (allocation of funding for students enrolled in alternative learning experiences).

(b) The superintendent of public instruction shall require all districts receiving general apportionment funding for alternative

1 learning experience (ALE) programs as defined in WAC 392-121-182 to
2 provide separate financial accounting of expenditures for the ALE
3 programs offered in district or with a provider, including but not
4 limited to private companies and multidistrict cooperatives, as well
5 as accurate, monthly headcount and FTE enrollment claimed for basic
6 education, including separate counts of resident and nonresident
7 students.

8 (11) DROPOUT REENGAGEMENT PROGRAM

9 The superintendent shall adopt rules to require students claimed
10 for general apportionment funding based on enrollment in dropout
11 reengagement programs authorized under RCW 28A.175.100 through
12 28A.175.115 to meet requirements for at least weekly minimum
13 instructional contact, academic counseling, career counseling, or
14 case management contact. Districts must also provide separate
15 financial accounting of expenditures for the programs offered by the
16 district or under contract with a provider, as well as accurate
17 monthly headcount and full-time equivalent enrollment claimed for
18 basic education, including separate enrollment counts of resident and
19 nonresident students.

20 (12) VOLUNTARY ALL DAY KINDERGARTEN PROGRAMS

21 Funding in this section is sufficient to fund voluntary all day
22 kindergarten programs in qualifying schools in the 2015-16 school
23 year and all schools in the 2016-17 school year, pursuant to RCW
24 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls
25 for the voluntary all-day program in a qualifying school shall count
26 as one-half of one full-time equivalent student for purpose of making
27 allocations under this section. Funding in this section provides all-
28 day kindergarten programs for 71.88 percent of kindergarten
29 enrollment in the 2015-16 school year and full funding in the 2016-17
30 school year, which enhancement is within the program of basic
31 education.

32 (13) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND
33 NECESSARY PLANTS

34 For small school districts and remote and necessary school plants
35 within any district which have been judged to be remote and necessary
36 by the superintendent of public instruction, additional staff units
37 are provided to ensure a minimum level of staffing support.
38 Additional administrative and certificated instructional staff units
39 provided to districts in this subsection shall be reduced by the

1 general education staff units, excluding career and technical
2 education and skills center enhancement units, otherwise provided in
3 subsections (2) through (5) of this section on a per district basis.

4 (a) For districts enrolling not more than twenty-five average
5 annual full-time equivalent students in grades K-8, and for small
6 school plants within any school district which have been judged to be
7 remote and necessary by the superintendent of public instruction and
8 enroll not more than twenty-five average annual full-time equivalent
9 students in grades K-8:

10 (i) For those enrolling no students in grades 7 and 8, 1.76
11 certificated instructional staff units and 0.24 certificated
12 administrative staff units for enrollment of not more than five
13 students, plus one-twentieth of a certificated instructional staff
14 unit for each additional student enrolled; and

15 (ii) For those enrolling students in grades 7 or 8, 1.68
16 certificated instructional staff units and 0.32 certificated
17 administrative staff units for enrollment of not more than five
18 students, plus one-tenth of a certificated instructional staff unit
19 for each additional student enrolled;

20 (b) For specified enrollments in districts enrolling more than
21 twenty-five but not more than one hundred average annual full-time
22 equivalent students in grades K-8, and for small school plants within
23 any school district which enroll more than twenty-five average annual
24 full-time equivalent students in grades K-8 and have been judged to
25 be remote and necessary by the superintendent of public instruction:

26 (i) For enrollment of up to sixty annual average full-time
27 equivalent students in grades K-6, 2.76 certificated instructional
28 staff units and 0.24 certificated administrative staff units; and

29 (ii) For enrollment of up to twenty annual average full-time
30 equivalent students in grades 7 and 8, 0.92 certificated
31 instructional staff units and 0.08 certificated administrative staff
32 units;

33 (c) For districts operating no more than two high schools with
34 enrollments of less than three hundred average annual full-time
35 equivalent students, for enrollment in grades 9-12 in each such
36 school, other than alternative schools, except as noted in this
37 subsection:

38 (i) For remote and necessary schools enrolling students in any
39 grades 9-12 but no more than twenty-five average annual full-time
40 equivalent students in grades K-12, four and one-half certificated

1 instructional staff units and one-quarter of a certificated
2 administrative staff unit;

3 (ii) For all other small high schools under this subsection, nine
4 certificated instructional staff units and one-half of a certificated
5 administrative staff unit for the first sixty average annual full-
6 time equivalent students, and additional staff units based on a ratio
7 of 0.8732 certificated instructional staff units and 0.1268
8 certificated administrative staff units per each additional forty-
9 three and one-half average annual full-time equivalent students;

10 (iii) Districts receiving staff units under this subsection shall
11 add students enrolled in a district alternative high school and any
12 grades nine through twelve alternative learning experience programs
13 with the small high school enrollment for calculations under this
14 subsection;

15 (d) For each nonhigh school district having an enrollment of more
16 than seventy annual average full-time equivalent students and less
17 than one hundred eighty students, operating a grades K-8 program or a
18 grades 1-8 program, an additional one-half of a certificated
19 instructional staff unit;

20 (e) For each nonhigh school district having an enrollment of more
21 than fifty annual average full-time equivalent students and less than
22 one hundred eighty students, operating a grades K-6 program or a
23 grades 1-6 program, an additional one-half of a certificated
24 instructional staff unit;

25 (f)(i) For enrollments generating certificated staff unit
26 allocations under (a) through (e) of this subsection, one classified
27 staff unit for each 2.94 certificated staff units allocated under
28 such subsections;

29 (ii) For each nonhigh school district with an enrollment of more
30 than fifty annual average full-time equivalent students and less than
31 one hundred eighty students, an additional one-half of a classified
32 staff unit; and

33 (g) School districts receiving additional staff units to support
34 small student enrollments and remote and necessary plants under this
35 subsection (12) shall generate additional MSOC allocations consistent
36 with the nonemployee related costs (NERC) allocation formula in place
37 for the 2010-11 school year as provided section 502, chapter 37, Laws
38 of 2010 1st sp. sess. (2010 supplemental budget), adjusted annually
39 for inflation.

1 (14) Any school district board of directors may petition the
2 superintendent of public instruction by submission of a resolution
3 adopted in a public meeting to reduce or delay any portion of its
4 basic education allocation for any school year. The superintendent of
5 public instruction shall approve such reduction or delay if it does
6 not impair the district's financial condition. Any delay shall not be
7 for more than two school years. Any reduction or delay shall have no
8 impact on levy authority pursuant to RCW 84.52.0531 and local effort
9 assistance pursuant to chapter 28A.500 RCW.

10 (15) The superintendent may distribute funding for the following
11 programs outside the basic education formula during fiscal years 2016
12 and 2017 as follows:

13 (a) \$620,000 of the general fund—state appropriation for fiscal
14 year 2016 and (~~(\$631,000))~~ \$627,000 of the general fund—state
15 appropriation for fiscal year 2017 are provided solely for fire
16 protection for school districts located in a fire protection district
17 as now or hereafter established pursuant to chapter 52.04 RCW.

18 (b) \$436,000 of the general fund—state appropriation for fiscal
19 year 2016 and \$436,000 of the general fund—state appropriation for
20 fiscal year 2017 are provided solely for programs providing skills
21 training for secondary students who are enrolled in extended day
22 school-to-work programs, as approved by the superintendent of public
23 instruction. The funds shall be allocated at a rate not to exceed
24 \$500 per full-time equivalent student enrolled in those programs.

25 (16) \$219,000 of the general fund—state appropriation for fiscal
26 year 2016 and (~~(\$223,000))~~ \$221,000 of the general fund—state
27 appropriation for fiscal year 2017 are provided solely for school
28 district emergencies as certified by the superintendent of public
29 instruction. Funding provided must be conditioned upon the written
30 commitment and plan of the school district board of directors to
31 repay the grant with any insurance payments or other judgments that
32 may be awarded, if applicable. At the close of the fiscal year the
33 superintendent of public instruction shall report to the office of
34 financial management and the appropriate fiscal committees of the
35 legislature on the allocations provided to districts and the nature
36 of the emergency.

37 (17) Funding in this section is sufficient to fund a maximum of
38 1.6 FTE enrollment for skills center students pursuant to chapter
39 463, Laws of 2007.

1 (18) Students participating in running start programs may be
2 funded up to a combined maximum enrollment of 1.2 FTE including
3 school district and institution of higher education enrollment
4 consistent with the running start course requirements provided in
5 Engrossed Second Substitute House Bill No. 1546 (dual credit
6 education opportunities). In calculating the combined 1.2 FTE, the
7 office of the superintendent of public instruction may average the
8 participating student's September through June enrollment to account
9 for differences in the start and end dates for courses provided by
10 the high school and higher education institution. Additionally, the
11 office of the superintendent of public instruction, in consultation
12 with the state board for community and technical colleges, the
13 student achievement council, and the education data center, shall
14 annually track and report to the fiscal committees of the legislature
15 on the combined FTE experience of students participating in the
16 running start program, including course load analyses at both the
17 high school and community and technical college system.

18 (19) If two or more school districts consolidate and each
19 district was receiving additional basic education formula staff units
20 pursuant to subsection (12) of this section, the following apply:

21 (a) For three school years following consolidation, the number of
22 basic education formula staff units shall not be less than the number
23 of basic education formula staff units received by the districts in
24 the school year prior to the consolidation; and

25 (b) For the fourth through eighth school years following
26 consolidation, the difference between the basic education formula
27 staff units received by the districts for the school year prior to
28 consolidation and the basic education formula staff units after
29 consolidation pursuant to subsection (12) of this section shall be
30 reduced in increments of twenty percent per year.

31 (20)(a) Indirect cost charges by a school district to approved
32 career and technical education middle and secondary programs shall
33 not exceed 15 percent of the combined basic education and career and
34 technical education program enhancement allocations of state funds.
35 Middle and secondary career and technical education programs are
36 considered separate programs for funding and financial reporting
37 purposes under this section.

38 (b) Career and technical education program full-time equivalent
39 enrollment shall be reported on the same monthly basis as the
40 enrollment for students eligible for basic support, and payments

shall be adjusted for reported career and technical education program enrollments on the same monthly basis as those adjustments for enrollment for students eligible for basic support.

(21) Funding in this section is sufficient to provide full general apportionment payments to school districts eligible for federal forest revenues as provided in RCW 28A.520.020. School districts receiving federal forest revenues shall not have their general apportionment reduced during the 2015-2017 biennium only.

Sec. 503. 2015 3rd sp.s. c 4 s 504 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR SCHOOL EMPLOYEE
COMPENSATION ADJUSTMENTS**

General Fund—State Appropriation (FY 2016)	. . . . .	((\$144,596,000))
		<u>\$137,930,000</u>
General Fund—State Appropriation (FY 2017)	. . . . .	((\$273,916,000))
		<u>\$265,361,000</u>
TOTAL APPROPRIATION.	. . . . .	((\$418,512,000))
		<u>\$403,291,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) Funding in this section is sufficient to provide a salary increase of 3.0 percent effective September 1, 2015, and 1.8 percent effective September 1, 2016. Of the salary increases provided in this section, the increases of 1.8 percent effective September 1, 2015, and of 1.2 percent effective September 1, 2016, are provided as annual cost-of-living adjustments pursuant to Initiative Measure No. 732. The remaining portions of the salary increases are provided as a one-biennium salary increase for the 2015-16 and 2016-17 school years as the state continues to review and revise state-funded salary allocations, and the increase expires August 31, 2017.

(2)(a) Additional salary adjustments as necessary to fund the base salaries for certificated instructional staff as listed for each district in LEAP Document 2, defined in section 503(2)(b) of this act.

(b) Additional salary adjustments to certain districts as necessary to fund the per full-time-equivalent salary allocations for certificated administrative staff as listed for each district in LEAP Document 2, defined in section 503(2)(b) of this act.

(c) Additional salary adjustments to certain districts as necessary to fund the per full-time-equivalent salary allocations for classified staff as listed for each district in LEAP Document 2, defined in section 503(2)(b) of this act.

(d) The appropriations in this subsection (1) include associated incremental fringe benefit allocations at 20.78 percent for the 2015-16 school year and 20.78 percent for the 2016-17 school year for certificated instructional and certificated administrative staff and 19.22 percent for the 2015-16 school year and 19.22 percent for the 2016-17 school year for classified staff.

(e) The appropriations in this section include the increased or decreased portion of salaries and incremental fringe benefits for all relevant state-funded school programs in part V of this act. Changes for general apportionment (basic education) are based on the salary allocation schedules and methodology in sections 502 and 503 of this act. Changes for special education result from changes in each district's basic education allocation per student. Changes for educational service districts and institutional education programs are determined by the superintendent of public instruction using the methodology for general apportionment salaries and benefits in sections 502 and 503 of this act.

(f) The appropriations in this section include no salary adjustments for substitute teachers.

(3) The maintenance rate for insurance benefit allocations is \$768.00 per month for the 2015-16 and 2016-17 school years. The appropriations in this section reflect the incremental change in cost of allocating rates of \$780.00 per month for the 2015-16 school year and \$780.00 per month for the 2016-17 school year.

(4) The rates specified in this section are subject to revision each year by the legislature.

Sec. 504. 2015 3rd sp.s. c 4 s 505 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR PUPIL TRANSPORTATION	
General Fund—State Appropriation (FY 2016)	((\$462,616,000))
	<u>\$496,456,000</u>
General Fund—State Appropriation (FY 2017)	((\$464,507,000))
	<u>\$488,624,000</u>
TOTAL APPROPRIATION.	((\$927,123,000))

The appropriations in this section are subject to the following conditions and limitations:

(1) Each general fund fiscal year appropriation includes such funds as are necessary to complete the school year ending in the fiscal year and for prior fiscal year adjustments.

(2)(a) For the 2015-16 and 2016-17 school years, the superintendent shall allocate funding to school district programs for the transportation of eligible students as provided in RCW 28A.160.192. Funding in this section constitutes full implementation of RCW 28A.160.192, which enhancement is within the program of basic education. Students are considered eligible only if meeting the definitions provided in RCW 28A.160.160.

(b) For the 2015-16 (~~and 2016-17~~) school year(~~s~~), the superintendent shall allocate funding for approved and operating charter schools as provided in RCW 28A.710.220(3) for September through November 2015. Per-student allocations for pupil transportation must be calculated using the allocation for the previous school year to the school district in which the charter school is located and the number of eligible students in the district, and must be distributed to the charter school based on the number of eligible students.

(c) From July 1, 2015 to August 31, 2015, the superintendent shall allocate funding to school districts programs for the transportation of students as provided in section 505, chapter 4, Laws of 2013 2nd sp. sess., as amended.

(3) A maximum of \$892,000 of this fiscal year 2016 appropriation and a maximum of \$892,000 of the fiscal year 2017 appropriation may be expended for regional transportation coordinators and related activities. The transportation coordinators shall ensure that data submitted by school districts for state transportation funding shall, to the greatest extent practical, reflect the actual transportation activity of each district.

(4) The office of the superintendent of public instruction shall provide reimbursement funding to a school district for school bus purchases only after the superintendent of public instruction determines that the school bus was purchased from the list established pursuant to RCW 28A.160.195(2) or a comparable competitive bid process based on the lowest price quote based on

similar bus categories to those used to establish the list pursuant to RCW 28A.160.195.

(5) The superintendent of public instruction shall base depreciation payments for school district buses on the presales tax five-year average of lowest bids in the appropriate category of bus. In the final year on the depreciation schedule, the depreciation payment shall be based on the lowest bid in the appropriate bus category for that school year.

(6) Funding levels in this section reflect waivers granted by the state board of education for four-day school weeks as allowed under RCW 28A.305.141.

(7) The office of the superintendent of public instruction shall annually disburse payments for bus depreciation in August.

Sec. 505. 2015 3rd sp.s. c 4 s 507 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR SPECIAL EDUCATION PROGRAMS

General Fund—State Appropriation (FY 2016)	. . . . .	((\$814,541,000))
		<u>\$805,866,000</u>
General Fund—State Appropriation (FY 2017)	. . . . .	((\$864,715,000))
		<u>\$853,389,000</u>
General Fund—Federal Appropriation	. . . . .	((\$476,539,000))
		<u>\$483,538,000</u>
Education Legacy Trust Account—State Appropriation	. . .	\$54,694,000
TOTAL APPROPRIATION.	. . . . .	((\$2,210,489,000))
		<u>\$2,197,487,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1)(a) Funding for special education programs is provided on an excess cost basis, pursuant to RCW 28A.150.390. School districts shall ensure that special education students as a class receive their full share of the general apportionment allocation accruing through sections 502 and 504 of this act. To the extent a school district cannot provide an appropriate education for special education students under chapter 28A.155 RCW through the general apportionment allocation, it shall provide services through the special education excess cost allocation funded in this section.

1 (b) Funding provided within this section is sufficient for
2 districts to provide school principals and lead special education
3 teachers annual professional development on the best-practices for
4 special education instruction and strategies for implementation.
5 Districts shall annually provide a summary of professional
6 development activities to the office of the superintendent of public
7 instruction.

8 (2)(a) The superintendent of public instruction shall ensure
9 that:

10 (i) Special education students are basic education students
11 first;

12 (ii) As a class, special education students are entitled to the
13 full basic education allocation; and

14 (iii) Special education students are basic education students for
15 the entire school day.

16 (b) The superintendent of public instruction shall continue to
17 implement the full cost method of excess cost accounting, as designed
18 by the committee and recommended by the superintendent, pursuant to
19 section 501(1)(k), chapter 372, Laws of 2006.

20 (3) Each fiscal year appropriation includes such funds as are
21 necessary to complete the school year ending in the fiscal year and
22 for prior fiscal year adjustments.

23 (4)(a) For the 2015-16 and 2016-17 school years, the
24 superintendent shall allocate funding to school district programs for
25 special education students as provided in RCW 28A.150.390, except
26 that the calculation of the base allocation also includes allocations
27 provided under section 502(4) for parent involvement coordinators in
28 prototypical elementary schools and guidance counselors in
29 prototypical middle schools as provided under section 502(2), which
30 enhancement is within the program of basic education.

31 (b) From July 1, 2015 to August 31, 2015, the superintendent
32 shall allocate funding to school district programs for special
33 education students as provided in section 507, chapter 4, Laws of
34 2013 2nd sp. sess., as amended.

35 (5) The following applies throughout this section: The
36 definitions for enrollment and enrollment percent are as specified in
37 RCW 28A.150.390(3). Each district's general fund—state funded special
38 education enrollment shall be the lesser of the district's actual
39 enrollment percent or 12.7 percent.

(6) At the request of any interdistrict cooperative of at least 15 districts in which all excess cost services for special education students of the districts are provided by the cooperative, the maximum enrollment percent shall be calculated in accordance with RCW 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate rather than individual district units. For purposes of this subsection, the average basic education allocation per full-time equivalent student shall be calculated in the aggregate rather than individual district units.

(7) (~~(\$23,679,000)~~) \$20,691,000 of the general fund—state appropriation for fiscal year 2016, (~~(\$28,092,000)~~) \$24,473,000 of the general fund—state appropriation for fiscal year 2017, and (~~(\$29,574,000)~~) \$27,350,000 of the general fund—federal appropriation are provided solely for safety net awards for districts with demonstrated needs for special education funding beyond the amounts provided in subsection (4) of this section. If the federal safety net awards based on the federal eligibility threshold exceed the federal appropriation in this subsection (7) in any fiscal year, the superintendent shall expend all available federal discretionary funds necessary to meet this need. At the conclusion of each school year, the superintendent shall recover safety net funds that were distributed prospectively but for which districts were not subsequently eligible.

(a) For the 2015-16 and 2016-17 school years, safety net funds shall be awarded by the state safety net oversight committee as provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

(b) The office of the superintendent of public instruction shall make award determinations for state safety net funding in August of each school year, except that the superintendent of public instruction shall make award determinations for state safety net funding in July of each school year for the Washington state school for the blind and for the center for childhood deafness and hearing loss. Determinations on school district eligibility for state safety net awards shall be based on analysis of actual expenditure data from the current school year.

(8) A maximum of \$931,000 may be expended from the general fund—state appropriations to fund 5.43 full-time equivalent teachers and 2.1 full-time equivalent aides at children's orthopedic hospital and

1 medical center. This amount is in lieu of money provided through the
2 home and hospital allocation and the special education program.

3 (9) The superintendent shall maintain the percentage of federal
4 flow-through to school districts at 85 percent. In addition to other
5 purposes, school districts may use increased federal funds for high-
6 cost students, for purchasing regional special education services
7 from educational service districts, and for staff development
8 activities particularly relating to inclusion issues.

9 (10) A school district may carry over from one year to the next
10 year up to 10 percent of the general fund—state funds allocated under
11 this program; however, carryover funds shall be expended in the
12 special education program.

13 (11) \$255,000 of the general fund—state appropriation for fiscal
14 year 2016 and \$256,000 of the general fund—state appropriation for
15 fiscal year 2017 are provided solely for two additional full-time
16 equivalent staff to support the work of the safety net committee and
17 to provide training and support to districts applying for safety net
18 awards.

19 (12) \$50,000 of the general fund—state appropriation for fiscal
20 year 2016, \$50,000 of the general fund—state appropriation for fiscal
21 year 2017, and \$100,000 of the general fund—federal appropriation are
22 provided solely for a special education family liaison position
23 within the office of the superintendent of public instruction.

24 **Sec. 506.** 2015 3rd sp.s. c 4 s 508 (uncodified) is amended to
25 read as follows:

26 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR EDUCATIONAL SERVICE**
27 **DISTRICTS**

28	General Fund—State Appropriation (FY 2016)	((\$8,219,000))
29			<u>\$8,208,000</u>
30	General Fund—State Appropriation (FY 2017)	. . . . .	((\$8,205,000))
31			<u>\$8,200,000</u>
32	TOTAL APPROPRIATION.	. . . . .	((\$16,424,000))
33			<u>\$16,408,000</u>

34 The appropriations in this section are subject to the following
35 conditions and limitations:

36 (1) The educational service districts shall continue to furnish
37 financial services required by the superintendent of public
38 instruction and RCW 28A.310.190 (3) and (4).

(2) Funding within this section is provided for regional professional development related to mathematics and science curriculum and instructional strategies aligned with common core state standards and next generation science standards. Funding shall be distributed among the educational service districts in the same proportion as distributions in the 2007-2009 biennium. Each educational service district shall use this funding solely for salary and benefits for a certificated instructional staff with expertise in the appropriate subject matter and in professional development delivery, and for travel, materials, and other expenditures related to providing regional professional development support.

(3) The educational service districts, at the request of the state board of education pursuant to RCW 28A.310.010 and 28A.305.130, may receive and screen applications for school accreditation, conduct school accreditation site visits pursuant to state board of education rules, and submit to the state board of education post-site visit recommendations for school accreditation. The educational service districts may assess a cooperative service fee to recover actual plus reasonable indirect costs for the purposes of this subsection.

Sec. 507. 2015 3rd sp.s. c 4 s 509 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR LOCAL EFFORT ASSISTANCE

General Fund—State Appropriation (FY 2016)	. . . .	((\$365,446,000))
		<u>\$375,622,000</u>
General Fund—State Appropriation (FY 2017)	. . . .	((\$377,398,000))
		<u>\$390,801,000</u>
TOTAL APPROPRIATION.	. . . . .	((\$742,844,000))
		<u>\$766,423,000</u>

The appropriations in this section are subject to the following conditions and limitations: For purposes of RCW 84.52.0531, the increase per full-time equivalent student is 4.27 percent from the 2014-15 school year to the 2015-16 school year and 1.09 percent from the 2015-16 school year to the 2016-17 school year.

Sec. 508. 2015 3rd sp.s. c 4 s 510 (uncodified) is amended to read as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR INSTITUTIONAL**
2 **EDUCATION PROGRAMS**

3	General Fund—State Appropriation (FY 2016)	. . . . . ((\$13,967,000))
4		<u>\$13,239,000</u>
5	General Fund—State Appropriation (FY 2017)	. . . . . ((\$14,003,000))
6		<u>\$13,271,000</u>
7	TOTAL APPROPRIATION.	. . . . . ((\$27,970,000))
8		<u>\$26,510,000</u>

9 The appropriations in this section are subject to the following
10 conditions and limitations:

11 (1) Each general fund—state fiscal year appropriation includes
12 such funds as are necessary to complete the school year ending in the
13 fiscal year and for prior fiscal year adjustments.

14 (2) State funding provided under this section is based on
15 salaries and other expenditures for a 220-day school year. The
16 superintendent of public instruction shall monitor school district
17 expenditure plans for institutional education programs to ensure that
18 districts plan for a full-time summer program.

19 (3) State funding for each institutional education program shall
20 be based on the institution's annual average full-time equivalent
21 student enrollment. Staffing ratios for each category of institution
22 shall remain the same as those funded in the 1995-97 biennium.

23 (4) The funded staffing ratios for education programs for
24 juveniles age 18 or less in department of corrections facilities
25 shall be the same as those provided in the 1997-99 biennium.

26 (5) ((~~\$685,000~~)) \$757,000 of the general fund—state appropriation
27 for fiscal year 2016 and ((~~\$685,000~~)) \$757,000 of the general fund—
28 state appropriation for fiscal year 2017 are provided solely to
29 maintain at least one certificated instructional staff and related
30 support services at an institution whenever the K-12 enrollment is
31 not sufficient to support one full-time equivalent certificated
32 instructional staff to furnish the educational program. The following
33 types of institutions are included: Residential programs under the
34 department of social and health services for developmentally disabled
35 juveniles, programs for juveniles under the department of
36 corrections, programs for juveniles under the juvenile rehabilitation
37 administration, and programs for juveniles operated by city and
38 county jails.

(6) Ten percent of the funds allocated for each institution may be carried over from one year to the next.

Sec. 509. 2015 3rd sp.s. c 4 s 511 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS

General Fund—State Appropriation (FY 2016)	. . . . .	((\$10,002,000))
		<u>\$10,012,000</u>
General Fund—State Appropriation (FY 2017)	. . . . .	((\$10,189,000))
		<u>\$10,162,000</u>
TOTAL APPROPRIATION.	. . . . .	((\$20,191,000))
		<u>\$20,174,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) Each general fund fiscal year appropriation includes such funds as are necessary to complete the school year ending in the fiscal year and for prior fiscal year adjustments.

(2)(a) For the 2015-16 and 2016-17 school years, the superintendent shall allocate funding to school district programs for highly capable students as provided in RCW 28A.150.260(10)(c). In calculating the allocations, the superintendent shall assume the following: (i) Additional instruction of 2.1590 hours per week per funded highly capable program student; (ii) fifteen highly capable program students per teacher; (iii) 36 instructional weeks per year; (iv) 900 instructional hours per teacher; and (v) the district's average staff mix and compensation rates as provided in sections 503 and 504 of this act.

(b) From July 1, 2015, to August 31, 2015, the superintendent shall allocate funding to school districts programs for highly capable students as provided in section 511, chapter 4, Laws of 2013 2nd sp. sess., as amended.

(3) \$85,000 of the general fund—state appropriation for fiscal year 2016 and \$85,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the centrum program at Fort Worden state park.

Sec. 510. 2015 3rd sp.s. c 4 s 512 (uncodified) is amended to read as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR MISCELLANEOUS—NO**
2 **CHILD LEFT BEHIND ACT**

3 General Fund—Federal Appropriation (~~(\$4,302,000)~~)
4 \$4,802,000
5 TOTAL APPROPRIATION. (~~(\$4,302,000)~~)
6 \$4,802,000

7 **Sec. 511.** 2015 3rd sp.s. c 4 s 513 (uncodified) is amended to
8 read as follows:

9 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—EDUCATION REFORM**
10 **PROGRAMS**

11 General Fund—State Appropriation (FY 2016) (~~(\$120,121,000)~~)
12 \$116,893,000
13 General Fund—State Appropriation (FY 2017) (~~(\$122,191,000)~~)
14 \$134,641,000
15 General Fund—Federal Appropriation (~~(\$94,180,000)~~)
16 \$99,278,000
17 General Fund—Private/Local Appropriation \$2,721,000
18 Education Legacy Trust Account—State Appropriation \$1,613,000
19 TOTAL APPROPRIATION. (~~(\$340,826,000)~~)
20 \$355,146,000

21 The appropriations in this section are subject to the following
22 conditions and limitations:

23 (1) (~~(\$33,620,000)~~) \$29,137,000 of the general fund—state
24 appropriation for fiscal year 2016, (~~(\$34,504,000)~~) \$36,648,000 of
25 the general fund—state appropriation for fiscal year 2017, \$1,350,000
26 of the education legacy trust account—state appropriation, and
27 (~~(\$15,868,000)~~) \$16,268,000 of the general fund—federal appropriation
28 are provided solely for development and implementation of the
29 Washington state assessment system, including: (a) Development and
30 implementation of retake assessments for high school students who are
31 not successful in one or more content areas; and (b) development and
32 implementation of alternative assessments or appeals procedures to
33 implement the certificate of academic achievement. The superintendent
34 of public instruction shall report quarterly on the progress on
35 development and implementation of alternative assessments or appeals
36 procedures. Within these amounts, the superintendent of public
37 instruction shall contract for the early return of 10th grade student
38 assessment results, on or around June 10th of each year. State

funding to districts shall be limited to one collection of evidence payment per student, per content-area assessment. Within the amounts provided in this section, the superintendent of public instruction shall administer the biology collection of evidence. The alternative assessment method that consists of an evaluation of a collection of student work samples under RCW 28A.655.065 (5) and (6) is intended to provide an alternative way for students to meet the state standards for high school graduation purposes. To ensure that students are learning the state standards, prior to the collection of work samples being submitted to the state for evaluation, a classroom teacher or other educator must review the collection of work to determine whether the sample is likely to meet the minimum required score to meet the state standard.

(2) \$356,000 of the general fund—state appropriation for fiscal year 2016 and \$356,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the Washington state leadership and assistance for science education reform (LASER) regional partnership activities coordinated at the Pacific science center, including instructional material purchases, teacher and principal professional development, and school and community engagement events.

(3) \$3,935,000 of the general fund—state appropriation for fiscal year 2016 and \$3,935,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for implementation of a new performance-based evaluation for certificated educators and other activities as provided in chapter 235, Laws of 2010 (education reform) and chapter 35, Laws of 2012 (certificated employee evaluations).

(4) (~~(\$49,877,000)~~) \$51,337,000 of the general fund—state appropriation for fiscal year 2016 and (~~(\$50,334,000)~~) \$56,939,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the following bonuses for teachers who hold valid, unexpired certification from the national board for professional teaching standards and who are teaching in a Washington public school, subject to the following conditions and limitations:

(a) For national board certified teachers, a bonus of \$5,151 per teacher in the 2015-16 school year and a bonus of (~~(\$5,239)~~) \$5,208 per teacher in the 2016-17 school year;

1 (b) An additional \$5,000 annual bonus shall be paid to national
2 board certified teachers who teach in either: (A) High schools where
3 at least 50 percent of student headcount enrollment is eligible for
4 federal free or reduced-price lunch, (B) middle schools where at
5 least 60 percent of student headcount enrollment is eligible for
6 federal free or reduced-price lunch, or (C) elementary schools where
7 at least 70 percent of student headcount enrollment is eligible for
8 federal free or reduced-price lunch;

9 (c) The superintendent of public instruction shall adopt rules to
10 ensure that national board certified teachers meet the qualifications
11 for bonuses under (b) of this subsection for less than one full
12 school year receive bonuses in a prorated manner. All bonuses in this
13 subsection will be paid in July of each school year. Bonuses in this
14 subsection shall be reduced by a factor of 40 percent for first year
15 NBPTS certified teachers, to reflect the portion of the instructional
16 school year they are certified; and

17 (d) During the 2015-16 and 2016-17 school years, and within
18 available funds, certificated instructional staff who have met the
19 eligibility requirements and have applied for certification from the
20 national board for professional teaching standards may receive a
21 conditional loan of two thousand dollars or the amount set by the
22 office of the superintendent of public instruction to contribute
23 toward the current assessment fee, not including the initial up-front
24 candidacy payment. The fee shall be an advance on the first annual
25 bonus under RCW 28A.405.415. The conditional loan is provided in
26 addition to compensation received under a district's salary schedule
27 and shall not be included in calculations of a district's average
28 salary and associated salary limitation under RCW 28A.400.200.
29 Recipients who fail to receive certification after three years are
30 required to repay the conditional loan. The office of the
31 superintendent of public instruction shall adopt rules to define the
32 terms for initial grant of the assessment fee and repayment,
33 including applicable fees. To the extent necessary, the
34 superintendent may use revenues from the repayment of conditional
35 loan scholarships to ensure payment of all national board bonus
36 payments required by this section in each school year.

37 (5) \$477,000 of the general fund—state appropriation for fiscal
38 year 2016 and \$477,000 of the general fund—state appropriation for
39 fiscal year 2017 are provided solely for the leadership internship
40 program for superintendents, principals, and program administrators.

1 (6) \$950,000 of the general fund—state appropriation for fiscal
2 year 2016 and \$950,000 of the general fund—state appropriation for
3 fiscal year 2017 are provided solely for the Washington reading
4 corps. The superintendent shall allocate reading corps members to
5 low-performing schools and school districts that are implementing
6 comprehensive, proven, research-based reading programs. Two or more
7 schools may combine their Washington reading corps programs.

8 (7) \$810,000 of the general fund—state appropriation for fiscal
9 year 2016 and \$810,000 of the general fund—state appropriation for
10 fiscal year 2017 are provided solely for the development of a
11 leadership academy for school principals and administrators. The
12 superintendent of public instruction shall contract with an
13 independent organization to operate a state-of-the-art education
14 leadership academy that will be accessible throughout the state.
15 Semiannually the independent organization shall report on amounts
16 committed by foundations and others to support the development and
17 implementation of this program. Leadership academy partners shall
18 include the state level organizations for school administrators and
19 principals, the superintendent of public instruction, the
20 professional educator standards board, and others as the independent
21 organization shall identify.

22 (8) \$3,000,000 of the general fund—state appropriation for fiscal
23 year 2016 and \$3,000,000 of the general fund—state appropriation for
24 fiscal year 2017 are provided solely for a statewide information
25 technology (IT) academy program. This public-private partnership will
26 provide educational software, as well as IT certification and
27 software training opportunities for students and staff in public
28 schools.

29 (9) \$1,677,000 of the general fund—state appropriation for fiscal
30 year 2016 and \$1,677,000 of the general fund—state appropriation for
31 fiscal year 2017 are provided solely for secondary career and
32 technical education grants pursuant to chapter 170, Laws of 2008. If
33 equally matched by private donations, \$700,000 of the 2016
34 appropriation and \$700,000 of the 2017 appropriation shall be used to
35 support FIRST robotics programs. Of the amounts in this subsection,
36 \$100,000 of the fiscal year 2016 appropriation and \$100,000 of the
37 fiscal year 2017 appropriation are provided solely for the purpose of
38 statewide supervision activities for career and technical education
39 student leadership organizations.

1 (10) \$125,000 of the general fund—state appropriation for fiscal
2 year 2016 and \$125,000 of the general fund—state appropriation for
3 fiscal year 2017 are provided solely for (a) staff at the office of
4 the superintendent of public instruction to coordinate and promote
5 efforts to develop integrated math, science, technology, and
6 engineering programs in schools and districts across the state; and
7 (b) grants of \$2,500 to provide twenty middle and high school
8 teachers each year with professional development training for
9 implementing integrated math, science, technology, and engineering
10 programs in their schools.

11 (11) \$135,000 of the general fund—state appropriation for fiscal
12 year 2016 and \$135,000 of the general fund—state appropriation for
13 fiscal year 2017 are provided solely for science, technology,
14 engineering and mathematics lighthouse projects, consistent with
15 chapter 238, Laws of 2010.

16 (12) \$5,500,000 of the general fund—state appropriation for
17 fiscal year 2016 and (~~(\$5,500,000)~~) \$9,000,000 of the general fund—
18 state appropriation for fiscal year 2017 are provided solely for a
19 beginning educator support program. The program shall prioritize
20 first year teachers in the mentoring program. School districts and/or
21 regional consortia may apply for grant funding. The program provided
22 by a district and/or regional consortia shall include: A paid
23 orientation; assignment of a qualified mentor; development of a
24 professional growth plan for each beginning teacher aligned with
25 professional certification; release time for mentors and new teachers
26 to work together; and teacher observation time with accomplished
27 peers. Funding may be used to provide statewide professional
28 development opportunities for mentors and beginning educators.

29 (13) \$250,000 of the general fund—state appropriation for fiscal
30 year 2016 and \$250,000 of the general fund—state appropriation for
31 fiscal year 2017 are provided solely for advanced project lead the
32 way courses at ten high schools. To be eligible for funding in 2016,
33 a high school must have offered a foundational project lead the way
34 course during the 2014-15 school year. The 2016 funding must be used
35 for one-time start-up course costs for an advanced project lead the
36 way course, to be offered to students beginning in the 2015-16 school
37 year. To be eligible for funding in 2016, a high school must have
38 offered a foundational project lead the way course during the 2015-16
39 school year. The 2017 funding must be used for one-time start-up

1 course costs for an advanced project lead the way course, to be
2 offered to students beginning in the 2016-17 school year. The office
3 of the superintendent of public instruction and the education
4 research and data center at the office of financial management shall
5 track student participation and long-term outcome data.

6 (14) \$300,000 of the general fund—state appropriation for fiscal
7 year 2016 and \$300,000 of the general fund—state appropriation for
8 fiscal year 2017 are provided solely for annual start-up or expansion
9 grants for aerospace and manufacturing technical programs housed at
10 ~~((four))~~ skill centers. The grants are provided for equipment,
11 professional development, and curriculum purchases. To be eligible
12 for funding, the skill center must agree to provide regional high
13 schools with access to a technology laboratory, expand manufacturing
14 certificate and course offerings at the skill center, and provide a
15 laboratory space for local high school teachers to engage in
16 professional development in the instruction of courses leading to
17 student employment certification in the aerospace ~~((and))~~,
18 manufacturing industries, or other high-skill programs as determined
19 by the superintendent of public instruction or for professional
20 development of such programs. The office of the superintendent of
21 public instruction shall administer the grants in consultation with
22 the center for excellence for aerospace and advanced materials
23 manufacturing.

24 (15) \$150,000 of the general fund—state appropriation for fiscal
25 year 2016 and \$150,000 of the general fund—state appropriation for
26 fiscal year 2017 are provided solely for annual start-up or expansion
27 grants to ~~((six))~~ high schools to implement or expand ~~((the))~~
28 aerospace ~~((assembler program))~~ manufacturing programs, or other
29 high-skill programs as determined by the superintendent of public
30 instruction or for professional development of such programs. The
31 office of the superintendent of public instruction and the education
32 research and data center at the office of financial management shall
33 track student participation and long-term outcome data.

34 (16) \$5,000,000 of the general fund—state appropriation for
35 fiscal year 2016 and \$5,000,000 of the general fund—state
36 appropriation for fiscal year 2017 are provided solely for the
37 provision of training for teachers in the performance-based teacher
38 principal evaluation program.

1 (17) \$7,235,000 of the general fund—state appropriation for
2 fiscal year 2016 and \$9,352,000 of the general fund—state
3 appropriation for fiscal year 2017 are provided solely for the
4 implementation of chapter 159, Laws of 2013 (Engrossed Second
5 Substitute Senate Bill No. 5329) (persistently failing schools).

6 (18) \$100,000 of the general fund—state appropriation for fiscal
7 year 2016 and \$100,000 of the general fund—state appropriation for
8 fiscal year 2017 are provided solely to promote the financial
9 literacy of students. The effort will be coordinated through the
10 financial literacy public-private partnership.

11 (19) \$99,000 of the general fund—state appropriation for fiscal
12 year 2016 is provided solely for the office of the superintendent of
13 public instruction to implement a youth dropout prevention program
14 that incorporates partnerships between community-based organizations,
15 schools, food banks and farms or gardens. The office of the
16 superintendent of public instruction shall select one school district
17 that must partner with an organization that is operating an existing
18 similar program and that also has the ability to serve at least 40
19 students. Of the amount appropriated in this subsection, up to
20 \$10,000 may be used by the office of the superintendent of public
21 instruction for administration of the program.

22 (20) \$2,194,000 of the general fund—state appropriation for
23 fiscal year 2016 and \$2,194,000 of the general fund—state
24 appropriation for fiscal year 2017 are provided solely to implement
25 chapter 18, Laws of 2013 2nd sp. sess. (Engrossed Substitute Senate
26 Bill No. 5946) (strengthening student educational outcomes).

27 (21) (~~(\$1,061,000)~~) \$856,000 of the general fund—state
28 appropriation for fiscal year 2016 and \$1,061,000 of the general fund
29 —state appropriation for fiscal year 2017 are provided solely for
30 chapter 184, Laws of 2013 (Second Substitute House Bill No. 1642)
31 (academic acceleration) and other activities proven to increase K-12
32 student enrollment in rigorous courses.

33 (22) \$36,000 of the general fund—state appropriation for fiscal
34 year 2016 and \$36,000 of the general fund—state appropriation for
35 fiscal year 2017 are provided solely for chapter 212, Laws of 2014
36 (Substitute Senate Bill No. 6074) (homeless student educational
37 outcomes).

38 (23) \$80,000 of the general fund—state appropriation for fiscal
39 year 2016 and \$80,000 of the general fund—state appropriation for

fiscal year 2017 are provided solely for chapter 219, Laws of 2014 (Second Substitute Senate Bill No. 6163) (expanded learning).

(24) \$15,000 of the general fund—state appropriation for fiscal year 2016 and \$10,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for chapter 102, Laws of 2014 (Senate Bill No. 6424) (biliteracy seal).

(25) \$500,000 of the general fund—state appropriation for fiscal year 2016 and \$500,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the office of the superintendent of public instruction to contract with a nonprofit organization to integrate the state learning standards in English language arts, mathematics, and science with outdoor field studies and project-based and work-based learning opportunities aligned with the environmental, natural resource, and agricultural sectors.

(26) \$1,392,000 of general fund—state appropriation for fiscal year 2016 is provided solely for professional development and coaching for state-funded high school mathematics and science teachers. Training shall be provided in the 2015-16 school year by the science and mathematics coordinators at each educational service district. The professional development shall include instructional strategies and curriculum-specific training to improve outcomes for the statewide high school mathematics assessment or the high school biology assessment. The professional development provided may be broken up into shorter timeframes over the course of more than one day, but the aggregate amount of professional development provided shall be one full work day.

(27) \$205,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for grants to high schools that have an existing international baccalaureate program and enrollments of seventy percent or more students eligible for free or reduced-price meals in the prior school year to implement and sustain an international baccalaureate program.

(28) Within the amounts provided in this section, the superintendent of public instruction shall obtain an existing student assessment inventory tool that is free and openly licensed and distribute the tool to every school district. Each school district shall use the student assessment inventory tool to identify all state-level and district-level assessments that are required of students. The state-required assessments should include: Reading

1 proficiency assessments used for compliance with RCW 28A.320.202; the
2 required statewide assessments under chapter 28A.655 RCW in grades
3 three through eight and at the high school level in English language
4 arts, mathematics, and science, as well as the practice and training
5 tests used to prepare for them; and the high school end-of-course
6 exams in mathematics under RCW 28A.655.066. District-required
7 assessments should include: The second grade reading assessment used
8 to comply with RCW 28A.300.320; interim smarter balanced assessments,
9 if required; the measures of academic progress assessment, if
10 required; and other required interim, benchmark, or summative
11 standardized assessments, including assessments used in social
12 studies, the arts, health, and physical education in accordance with
13 RCW 28A.230.095, and for educational technology in accordance with
14 RCW 28A.655.075. The assessments identified should not include
15 assessments used to determine eligibility for any categorical program
16 including the transitional bilingual instruction program, learning
17 assistance program, highly capable program, special education
18 program, or any formative or diagnostic assessments used solely to
19 inform teacher instructional practices, other than those already
20 identified. By October 15, 2016, each district shall report to the
21 superintendent the amount of student time that is spent taking each
22 assessment identified. By December 15, 2016, the superintendent shall
23 summarize the information reported by the school districts and report
24 to the education committees of the house of representatives and the
25 senate.

26 **Sec. 512.** 2015 3rd sp.s. c 4 s 514 (uncodified) is amended to
27 read as follows:

28 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR TRANSITIONAL**
29 **BILINGUAL PROGRAMS**

30	General Fund—State Appropriation (FY 2016)	. . . .	((\$118,057,000))
31			<u>\$118,648,000</u>
32	General Fund—State Appropriation (FY 2017)	. . . .	((\$121,869,000))
33			<u>\$124,751,000</u>
34	General Fund—Federal Appropriation	. . . . .	\$72,207,000
35	TOTAL APPROPRIATION.	. . . . .	((\$312,133,000))
36			<u>\$315,606,000</u>

37 The appropriations in this section are subject to the following
38 conditions and limitations:

1 (1) Each general fund fiscal year appropriation includes such
2 funds as are necessary to complete the school year ending in the
3 fiscal year and for prior fiscal year adjustments.

4 (2)(a) For the 2015-16 and 2016-17 school years, the
5 superintendent shall allocate funding to school districts for
6 transitional bilingual programs under RCW 28A.180.010 through
7 28A.180.080, including programs for exited students, as provided in
8 RCW 28A.150.260(10)(b) and the provisions of this section. In
9 calculating the allocations, the superintendent shall assume the
10 following averages: (i) Additional instruction of 4.7780 hours per
11 week per transitional bilingual program student in grades
12 kindergarten through twelve in school years 2015-16 and 2016-17; (ii)
13 additional instruction of 3.0000 hours per week in school years
14 2015-16 and 2016-17 for the head count number of students who have
15 exited the transitional bilingual instruction program within the
16 previous two years based on their performance on the English
17 proficiency assessment; (iii) fifteen transitional bilingual program
18 students per teacher; (iv) 36 instructional weeks per year; (v) 900
19 instructional hours per teacher; and (vi) the district's average
20 staff mix and compensation rates as provided in sections 503 and 504
21 of this act. Pursuant to RCW 28A.180.040(1)(g), the instructional
22 hours specified in (a)(ii) of this subsection (2) are within the
23 program of basic education.

24 (b) From July 1, 2015, to August 31, 2015, the superintendent
25 shall allocate funding to school districts for transitional bilingual
26 instruction programs as provided in section 514, chapter 4, Laws of
27 2013, 2nd sp. sess., as amended.

28 (3) The superintendent may withhold allocations to school
29 districts in subsection (2) of this section solely for the central
30 provision of assessments as provided in RCW 28A.180.090 (1) and (2)
31 up to the following amounts: (~~((1.15))~~) 2.40 percent for school year
32 2015-16 and (~~((1.12))~~) 1.97 percent for school year 2016-17.

33 (4) The general fund—federal appropriation in this section is for
34 migrant education under Title I Part C and English language
35 acquisition, and language enhancement grants under Title III of the
36 elementary and secondary education act.

37 (5) \$35,000 of the general fund—state appropriation for fiscal
38 year 2016 and \$35,000 of the general fund—state appropriation for

fiscal year 2017 are provided solely to track current and former transitional bilingual program students.

Sec. 513. 2015 3rd sp.s. c 4 s 515 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR THE LEARNING ASSISTANCE PROGRAM

General Fund—State Appropriation (FY 2016)	. . . . .	((\$223,440,000))
		<u>\$224,311,000</u>
General Fund—State Appropriation (FY 2017)	. . . . .	((\$227,490,000))
		<u>\$228,865,000</u>
General Fund—Federal Appropriation	. . . . .	((\$448,468,000))
		<u>\$494,468,000</u>
TOTAL APPROPRIATION.	. . . . .	((\$899,398,000))
		<u>\$947,644,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) The general fund—state appropriations in this section are subject to the following conditions and limitations:

(a) The appropriations include such funds as are necessary to complete the school year ending in the fiscal year and for prior fiscal year adjustments.

(b)(i) For the 2015-16 and 2016-17 school years, the superintendent shall allocate funding to school districts for learning assistance programs as provided in RCW 28A.150.260(10)(a), except that the allocation for the additional instructional hours shall be enhanced as provided in this section, which enhancements are within the program of the basic education. In calculating the allocations, the superintendent shall assume the following averages:

(A) Additional instruction of 2.3975 hours per week per funded learning assistance program student for the 2015-16 school year and the 2016-17 school year; (B) fifteen learning assistance program students per teacher; (C) 36 instructional weeks per year; (D) 900 instructional hours per teacher; and (E) the district's average staff mix and compensation rates as provided in sections 503 and 504 of this act.

(ii) From July 1, 2015, to August 31, 2015, the superintendent shall allocate funding to school districts for learning assistance

1 programs as provided in section 515, chapter 4, Laws of 2013, 2nd sp.
2 sess., as amended.

3 (c) A school district's funded students for the learning
4 assistance program shall be the sum of the district's full-time
5 equivalent enrollment in grades K-12 for the prior school year
6 multiplied by the district's percentage of October headcount
7 enrollment in grades K-12 eligible for free or reduced-price lunch in
8 the prior school year. The prior school year's October headcount
9 enrollment for free and reduced-price lunch shall be as reported in
10 the comprehensive education data and research system.

11 (2) Allocations made pursuant to subsection (1) of this section
12 shall be adjusted to reflect ineligible applications identified
13 through the annual income verification process required by the
14 national school lunch program, as recommended in the report of the
15 state auditor on the learning assistance program dated February,
16 2010.

17 (3) The general fund—federal appropriation in this section is
18 provided for Title I Part A allocations of the no child left behind
19 act of 2001.

20 (4) A school district may carry over from one year to the next up
21 to 10 percent of the general fund—state funds allocated under this
22 program; however, carryover funds shall be expended for the learning
23 assistance program.

24 (5) Within existing resources, during the 2015-16 and 2016-17
25 school years, school districts are authorized to use funds allocated
26 for the learning assistance program to also provide assistance to
27 high school students who have not passed the state assessment in
28 science.

29 **Sec. 514.** 2015 3rd sp.s. c 4 s 516 (uncodified) is amended to
30 read as follows:

31 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

32 (1) Amounts distributed to districts by the superintendent
33 through part V of this act are for allocations purposes only, unless
34 specified by part V of this act, and do not entitle a particular
35 district, district employee, or student to a specific service, beyond
36 what has been expressly provided in statute. Part V of this act
37 restates the requirements of various sections of Title 28A RCW. If
38 any conflict exists, the provisions of Title 28A RCW control unless
39 this act explicitly states that it is providing an enhancement. Any

1 amounts provided in part V of this act in excess of the amounts
2 required by Title 28A RCW provided in statute, are not within the
3 program of basic education unless clearly stated by this act.

4 (2) To the maximum extent practicable, when adopting new or
5 revised rules or policies relating to the administration of
6 allocations in part V of this act that result in fiscal impact, the
7 office of the superintendent of public instruction shall attempt to
8 seek legislative approval through the budget request process.

9 (3) Appropriations made in this act to the office of the
10 superintendent of public instruction shall initially be allotted as
11 required by this act. Subsequent allotment modifications shall not
12 include transfers of moneys between sections of this act, except as
13 expressly provided in subsection (4) of this section.

14 (4) The appropriations to the office of the superintendent of
15 public instruction in this act shall be expended for the programs and
16 amounts specified in this act. However, after May 1, 2016, unless
17 specifically prohibited by this act and after approval by the
18 director of financial management, the superintendent of public
19 instruction may transfer state general fund appropriations for fiscal
20 year 2016 among the following programs to meet the apportionment
21 schedule for a specified formula in another of these programs:
22 General apportionment; employee compensation adjustments; pupil
23 transportation; special education programs; institutional education
24 programs; transitional bilingual programs; highly capable; and
25 learning assistance programs.

26 (5) The director of financial management shall notify the
27 appropriate legislative fiscal committees in writing prior to
28 approving any allotment modifications or transfers under this
29 section.

30 (6) As required by RCW 28A.710.110 as amended by Engrossed Second
31 Substitute Senate Bill No. 6194 (public schools other than common
32 schools), the office of the superintendent of public instruction
33 shall transmit the charter school authorizer oversight fee for the
34 charter school commission to the charter school oversight account.

35 ~~((+5+))~~ (7) State general fund appropriations distributed through
36 Part V of this act for the operation and administration of charter
37 schools as provided in chapter 28A.710 RCW shall not include state
38 common school levy revenues collected under RCW 84.52.065.

NEW SECTION. **Sec. 515.** A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

K-12 PUBLIC SCHOOL FUNDING AND LOCAL LEVIES

(1) The legislature confirms its obligation, as expressly recognized in chapter 3, Laws of 2016 (E2SSB 6195), to provide state funding in the 2017 legislative session for competitive compensation to recruit and retain competent common school staff and administrators, while eliminating school district dependency on local levies for implementation of the state's program of basic education.

(2) In order to facilitate budget and personnel planning by local school districts for the 2017-18 school year, and to minimize any disruption to that planning, the education funding task force established by chapter 3, Laws of 2016, shall by April 1, 2017, either:

(a) Determine that the legislature will meet its obligation under subsection (1) of this section and that such legislative action will be completed by April 30, 2017; or

(b) Introduce legislation that will extend current state levy policy for at least one calendar year, with the objective of enacting such legislation by April 30, 2017.

NEW SECTION. **Sec. 516.** A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

FOR THE OFFICE OF THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR CHARTER SCHOOLS

Washington Opportunity Pathways Account—State

Appropriation. \$10,159,000

The appropriation in this section is subject to the following conditions and limitations: The superintendent shall distribute funding appropriated in this section to charter schools under chapter 28A.710 RCW as amended by Engrossed Second Substitute Senate Bill No. 6194 (public schools other than common schools).

Sec. 517. 2015 3rd sp.s. c 4 s 517 (uncodified) is amended to read as follows:

FOR THE WASHINGTON STATE CHARTER SCHOOL COMMISSION

General Fund—State Appropriation (FY 2016) ((~~\$490,000~~))
\$497,000
~~((General Fund—State Appropriation (FY 2017) \$336,000))~~

1 Washington Opportunity Pathways Account—State
2 Appropriation. \$546,000
3 Charter Schools Oversight Account—State Appropriation . ((~~\$737,000~~))
4 \$400,000
5 TOTAL APPROPRIATION. ((~~\$1,563,000~~))
6 \$1,443,000
7 The appropriations in this section are subject to the following
8 conditions and limitations: The entire Washington opportunity
9 pathways account—state appropriation in this section is provided to
10 the superintendent of public instruction solely for the operations of
11 the Washington state charter school commission under chapter 28A.710
12 RCW as amended by Engrossed Second Substitute Senate Bill No. 6194
13 (public schools other than common schools).

(End of part)

PART VI
HIGHER EDUCATION

Sec. 601. 2015 3rd sp.s. c 4 s 601 (uncodified) is amended to read as follows:

The appropriations in sections 605 through 611 of this act are subject to the following conditions and limitations:

(1) "Institutions" means the institutions of higher education receiving appropriations under sections 605 through 611 of this act.

(2) The legislature, the office of financial management, and other state agencies need consistent and accurate personnel data from institutions of higher education for policy planning purposes. Institutions of higher education shall report personnel data to the office of financial management for inclusion in the agency's data warehouse. Uniform reporting procedures shall be established by the office of financial management's office of the state human resources director for use by the reporting institutions, including provisions for common job classifications and common definitions of full-time equivalent staff. Annual contract amounts, number of contract months, and funding sources shall be consistently reported for employees under contract.

(3) In addition to waivers granted under the authority of RCW 28B.15.910, the governing boards and the state board may waive all or a portion of operating fees for any student. State general fund appropriations shall not be provided to replace tuition and fee revenue foregone as a result of waivers granted under this subsection.

(4)(a) For institutions receiving appropriations in section 605 of this act, the only allowable salary increases provided are those with normally occurring promotions and increases related to faculty and staff retention, except as provided in Part IX of this act. In fiscal year 2016 and fiscal year 2017, the state board for community and technical colleges may use salary and benefit savings from faculty turnover to provide salary increments and associated benefits for faculty who qualify through professional development and training.

(b) For employees under the jurisdiction of chapter 41.56 RCW, salary increases will be in accordance with the applicable collective bargaining agreement. However, an increase shall not be provided to any classified employee whose salary is above the approved salary

1 range maximum for the class to which the employee's position is
2 allocated.

3 (c) For each institution of higher education receiving
4 appropriations under sections 606 through 611 of this act:

5 (i) The only allowable salary increases are those associated with
6 normally occurring promotions and increases related to faculty and
7 staff retention and as provided in Part IX of this act; and

8 (ii) Institutions may provide salary increases from other sources
9 to instructional and research faculty at the universities and The
10 Evergreen State College, exempt professional staff, teaching and
11 research assistants, as classified by the office of financial
12 management, and all other nonclassified staff, but not including
13 employees under chapter 41.80 RCW. Any salary increase granted under
14 the authority of this subsection (4)(c)(ii) shall not be included in
15 an institution's salary base for future state funding. It is the
16 intent of the legislature that state general fund support for an
17 institution shall not increase during the current or any future
18 biennium as a result of any salary increases authorized under this
19 subsection (4)(c)(ii).

20 (5) Fiscal or related staff for institutions receiving
21 appropriations in sections 605 through 611 of this act shall form a
22 technical tuition calculation work group with staff from the office
23 of financial management including the education research and data
24 center, nonpartisan legislative fiscal staff, and staff from
25 legislative evaluation and accountability program. The work group
26 shall determine key elements, definitions, assumptions, and drivers
27 to forecast tuition revenue. By (~~December 1, 2015~~) January 8, 2016,
28 the work group shall recommend a single methodology for budget,
29 allotment, and budget scenario modeling purposes. The work group may
30 consult with the caseload forecast council as needed.

31 (6) Within funds appropriated to institutions in sections 603
32 through 608 of this act, teacher preparation programs shall meet the
33 requirements of RCW 28B.10.710 to incorporate information on the
34 culture, history, and government of American Indian people in this
35 state by integrating the curriculum developed and made available free
36 of charge by the office of the superintendent of public instruction
37 into existing programs or courses and may modify that curriculum in
38 order to incorporate elements that have a regionally specific focus.

39 (7) Within funds appropriated to institutions in sections 605
40 through 608 of this act, the institutions shall create a work group

1 to study the benefits, challenges, and best practices surrounding
2 accelerated degree programs. The work group shall include one
3 representative from each institution. Each representative shall be
4 selected by the institution he or she represents. The work group may
5 invite, at its discretion, representatives from other public and
6 private Washington institutions of higher education and agencies to
7 provide advice and expertise.

8 (a) The purpose of the work group is to:

9 (i) Develop a set of institutional best practices to promote
10 students' ability to successfully graduate with a baccalaureate
11 degree within three years of entering a regional university or The
12 Evergreen State College;

13 (ii) Identify challenges or obstacles that prevent wider adoption
14 of accelerated degree program options and university students from
15 participating in three-year or other accelerated programs;

16 (iii) Evaluate how public and private institutions of higher
17 education in other states have engaged in accelerated baccalaureate
18 degree programs; and

19 (iv) Develop recommendations that would effectively increase the
20 overall rate of students achieving their baccalaureate degree within
21 three years.

22 (b) The work group shall report to the appropriate committees of
23 the legislature and the institutions of higher education on its
24 findings and recommendations by December 31, 2016.

25 **Sec. 602.** 2015 3rd sp.s. c 4 s 605 (uncodified) is amended to
26 read as follows:

27 **FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

28	General Fund—State Appropriation (FY 2016).	((\$626,297,000))
29		<u>\$625,251,000</u>
30	General Fund—State Appropriation (FY 2017).	((\$646,381,000))
31		<u>\$666,835,000</u>

32 **Community/Technical College Capital Projects**

33	Account—State Appropriation.	\$17,548,000
34	<u>Education Construction Account—State Appropriation. . . .</u>	<u>\$7,109,000</u>
35	Education Legacy Trust Account—State	
36	Appropriation.	((\$96,108,000))
37		<u>\$96,422,000</u>
38	TOTAL APPROPRIATION.	((\$1,386,334,000))

The appropriations in this section are subject to the following conditions and limitations:

(1) \$33,261,000 of the general fund—state appropriation for fiscal year 2016 and \$33,261,000 of the general fund—state appropriation for fiscal year 2017 are provided solely as special funds for training and related support services, including financial aid, as specified in RCW 28C.04.390. Funding is provided to support at least 7,170 full-time equivalent students in fiscal year 2016 and at least 7,170 full-time equivalent students in fiscal year 2017.

(2) \$5,450,000 of the education legacy trust account—state appropriation is provided solely for administration and customized training contracts through the job skills program. The state board shall make an annual report by January 1st of each year to the governor and to the appropriate policy and fiscal committees of the legislature regarding implementation of this section, listing the scope of grant awards, the distribution of funds by educational sector and region of the state, and the results of the partnerships supported by these funds.

(3) \$425,000 of the general fund—state appropriation for fiscal year 2016 and \$425,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for Seattle central college's expansion of allied health programs.

(4) (~~(\$16,672,000)~~) \$17,058,000 of the general fund—state appropriation for fiscal year 2016 and (~~(\$17,027,000)~~) \$17,506,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the implementation of Second Engrossed Substitute Senate Bill No. 5954 (college affordability program). If the bill is not enacted by July 10, 2015, the amounts provided in this subsection shall lapse. For the 2016-17 academic year, if the total full-time equivalent annual average resident undergraduate enrollment for all community and technical colleges increases by more than one percent from the 2015-16 academic year, for purposes of calculating state funding for the tuition reduction backfill, only a one percent growth rate or all community and technical colleges' total preceding five-year average percentage full-time equivalent enrollment change, whichever is greater, may be used in calculating the backfill.

(5) \$5,250,000 of the general fund—state appropriation for fiscal year (~~(2014)~~) 2016 and \$5,250,000 of the general fund—state

1 appropriation for fiscal year ((2015)) 2017 are provided solely for
2 the student achievement initiative.

3 (6) \$410,000 of the general fund—state appropriation for fiscal
4 year 2016, and ((~~\$410,000~~)) \$860,000 of the general fund—state
5 appropriation for fiscal year 2017 are provided solely for the
6 expansion of the mathematics, engineering, and science achievement
7 program. The state board shall report back to the appropriate
8 committees of the legislature on the number of campuses and students
9 served by December 31, 2018.

10 (7) \$750,000 of the general fund—state appropriation for fiscal
11 year 2016 is provided solely for Bellevue college to develop a
12 baccalaureate of science degree in computer science. Subject to
13 approval by the state board for community and technical colleges, in
14 fiscal year 2016 Bellevue college shall develop a baccalaureate of
15 science degree in computer science. This degree must be directed at
16 high school graduates who may enroll directly as freshmen and
17 transfer-oriented degree and professional and technical degree
18 holders. Bellevue college will develop a plan for offering this new
19 degree by no later than fall quarter 2016. With the exception of the
20 amounts provided in this subsection, the plan must assume funding for
21 this new degree will come through redistribution of the college's
22 current per full-time enrollment funding. The plan shall be delivered
23 to the state board by June 30, 2016.

24 (8) Pursuant to aerospace industry appropriations (chapter 1,
25 Laws of 2013 3rd sp. sess.), \$1,080,000 of the general fund—state
26 appropriation for fiscal year 2016 and \$1,500,000 of the general fund
27 —state appropriation for fiscal year 2017 are provided solely for
28 operating a fabrication composite wing incumbent worker training
29 program to be housed at the Washington aerospace training and
30 research center.

31 (9) \$150,000 of the general fund—state appropriation for fiscal
32 year 2016 and \$150,000 of the general fund—state appropriation for
33 fiscal year 2017 are provided solely for the state board to conduct a
34 feasibility study for a potential new community and technical college
35 in the Graham, Washington area.

36 (10) \$100,000 of the general fund—state appropriation for fiscal
37 year 2016 and \$100,000 of the general fund—state appropriation for
38 fiscal year 2017 are provided solely for the aerospace center of
39 excellence currently hosted by Everett community college to:

1 (a) Increase statewide communications and outreach between
2 industry sectors, industry organizations, businesses, K-12 schools,
3 colleges, and universities;

4 (b) Enhance information technology to increase business and
5 student accessibility and use of the center's web site; and

6 (c) Act as the information entry point for prospective students
7 and job seekers regarding education, training, and employment in the
8 industry.

9 (11) Community and technical colleges are not required to send
10 mass mailings of course catalogs to residents of their districts.
11 Community and technical colleges shall consider lower cost
12 alternatives, such as mailing postcards or brochures that direct
13 individuals to online information and other ways of acquiring print
14 catalogs.

15 (12) The state board for community and technical colleges shall
16 not use funds appropriated in this section to support intercollegiate
17 athletics programs.

18 (13)(a) The state board must provide quality assurance reports on
19 the ctclink project at the frequency directed by the office of chief
20 information officer for review and for posting on its information
21 technology project dashboard.

22 (b) The state board must develop a technology budget using a
23 method similar to the state capital budget, identifying project
24 costs, funding sources, and anticipated deliverables through each
25 stage of the investment and across fiscal periods and biennia from
26 project initiation to implementation. The budget must be updated at
27 the frequency directed by the office of chief information officer for
28 review and for posting on its information technology project
29 dashboard.

30 (c) The state board must contract with an independent
31 verification and validation consultant to review the software that
32 currently exists to determine if configuration and integrations are
33 complete and to evaluate readiness to move forward with the ctclink
34 project. The state board must define the consultant's scope of work
35 in conjunction with the office of chief information officer and allow
36 for independent reporting by the consultant to the office of chief
37 information officer.

38 (d) The office of the chief information officer may suspend the
39 ctclink project at any time if the office of the chief information
40 officer determines that the project is not meeting or is not expected

to meet anticipated performance measures, implementation timelines, or budget estimates. Once suspension or termination occurs, the state board shall not make additional expenditures on the ctcLink project without approval of the chief information officer.

(14) \$750,000 of the general fund—state appropriation for fiscal year 2016 and \$2,250,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for Bellingham Technical College to administer on-site worker training and skill enhancement training for employees of trade-impacted industrial facilities pursuant to trade adjustment assistance decision 64764.

(15) \$157,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for Wenatchee Valley college to develop a wildfire prevention program.

Sec. 603. 2015 3rd sp.s. c 4 s 606 (uncodified) is amended to read as follows:

FOR THE UNIVERSITY OF WASHINGTON

General Fund—State Appropriation (FY 2016).	((\$278,887,000))
	<u>\$279,934,000</u>
General Fund—State Appropriation (FY 2017).	((\$312,687,000))
	<u>\$317,254,000</u>
Education Legacy Trust Account—State Appropriation. .	((\$27,998,000))
	<u>\$28,088,000</u>
Economic Development Strategic Reserve Account—	
State Appropriation.	((\$3,010,000))
	<u>\$3,011,000</u>
Biotoxin Account—State Appropriation.	((\$392,000))
	<u>\$492,000</u>
Accident Account—State Appropriation.	((\$7,108,000))
	<u>\$7,129,000</u>
Medical Aid Account—State Appropriation.	((\$6,730,000))
	<u>\$6,749,000</u>
Aquatic Land Enhancement Account—State Appropriation. . .	\$1,550,000
Dedicated Marijuana Account—State Appropriation	
(FY 2016).	\$227,000
Dedicated Marijuana Account—State Appropriation	
(FY 2017).	\$227,000
TOTAL APPROPRIATION.	((\$638,816,000))
	<u>\$644,661,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) \$52,000 of the general fund—state appropriation for fiscal
4 year 2016 and \$52,000 of the general fund—state appropriation for
5 fiscal year 2017 are provided solely for the center for international
6 trade in forest products in the college of forest resources.

7 (2) \$200,000 of the general fund—state appropriation for fiscal
8 year 2016 and \$200,000 of the general fund—state appropriation for
9 fiscal year 2017 are provided solely for labor archives of
10 Washington. The university shall work in collaboration with the state
11 board for community and technical colleges.

12 (3) \$8,000,000 of the education legacy trust account—state
13 appropriation is provided solely for the family medicine residency
14 network at the university to expand the number of residency slots
15 available in Washington.

16 (4) The university must continue work with the education research
17 and data center to demonstrate progress in computer science and
18 engineering enrollments. By September 1st of each year, the
19 university shall provide a report including but not limited to the
20 cost per student, student completion rates, and the number of low-
21 income students enrolled in each program, any process changes or
22 best-practices implemented by the university, and how many students
23 are enrolled in computer science and engineering programs above the
24 prior academic year.

25 (5) \$1,550,000 of the aquatic lands enhancement account—state is
26 provided solely for ocean acidification monitoring, forecasting, and
27 research and for operation of the Washington ocean acidification
28 center. By September 1, 2015, the center must provide a biennial work
29 plan and begin quarterly progress reports to the Washington marine
30 resources advisory council created under RCW 43.06.338.

31 (6) \$6,000,000 of the education legacy trust account—state
32 appropriation is provided solely for the expansion of degrees in the
33 department of computer science and engineering at the Seattle campus.

34 (7) (~~(\$10,018,000)~~) \$10,429,000 of the general fund—state
35 appropriation for fiscal year 2016 and (~~(\$34,053,000)~~) \$37,155,000 of
36 the general fund—state appropriation for fiscal year 2017 are
37 provided solely for the implementation of Second Engrossed Substitute
38 Senate Bill No. 5954 (college affordability program). If the bill is
39 not enacted by July 10, 2015, the amounts provided in this subsection

1 shall lapse. For the 2016-17 academic year, if the university's full-
2 time equivalent annual average resident undergraduate enrollment
3 increases by more than one percent from the 2015-16 academic year,
4 for purposes of calculating state funding for the tuition reduction
5 backfill, only a one percent growth rate or the university's
6 preceding five-year average percentage full-time equivalent
7 enrollment change, whichever is greater, may be used in calculating
8 the backfill.

9 (8) \$3,000,000 of the economic development strategic reserve
10 account appropriation is provided solely to support the joint center
11 for aerospace innovation technology.

12 (9) The University of Washington shall not use funds appropriated
13 in this section to support intercollegiate athletics programs.

14 (10) \$250,000 of the general fund—state appropriation for fiscal
15 year 2016 and \$250,000 of the general fund—state appropriation for
16 fiscal year 2017 are provided solely for the latino health center.

17 (11) \$200,000 of the general fund—state appropriation for fiscal
18 year 2016 and \$200,000 of the general fund—state appropriation for
19 fiscal year 2017 are provided solely for the climate impacts group in
20 the college of the environment.

21 (12) To the extent federal or private funding is available for
22 this purpose, the center for education data and research at the
23 University of Washington shall examine the relationship between
24 participation in pension systems and teacher quality and mobility
25 patterns in the state, including changes in the patterns that have
26 occurred since the 2009-2011 fiscal biennium. The department of
27 retirement systems shall facilitate University of Washington
28 researchers' access to necessary individual-level data necessary to
29 effectively conduct the study. The University of Washington shall
30 ensure that no individually identifiable information will be
31 disclosed at any time. An interim report on project findings must be
32 completed by November 15, 2015, and a final report must be submitted
33 to the governor and to the relevant committees of the legislature by
34 October 15, 2016.

35 (13) \$3,600,000 of the general fund—state appropriation for
36 fiscal year 2016 and \$5,400,000 of the general fund—state
37 appropriation for fiscal year 2017 are provided solely for the
38 continued operations of the Washington, Wyoming, Alaska, Montana,
39 Idaho medical school program.

(14) Within the amounts provided in this section, the university must determine the feasibility of establishing inter-agency agreements with the department of corrections and the special commitment center within the department of social and health services to provide each entity with discount pricing on prescription hepatitis C medications or other prescription medications as allowed under section 340B of the public health services act. By January 1, 2016, the university must submit a report to the relevant policy and fiscal committees of the legislature that includes the following:

(a) Description of the steps required to achieve institutional cooperation on 340B pricing;

(b) Identification of barriers to achieving such an agreement;

(c) Where possible, possible solutions to overcoming these barriers;

(d) Estimates of the fiscal impact of this agreement in the 2015-2017 and 2017-2019 fiscal biennia; and

(e) Timeline for implementation of such an agreement.

The inter-agency agreements must be in place prior to July 1, 2016, and the agreements must not jeopardize the University of Washington's current compliance status with 340B program rules and regulations.

(15) Within the funds appropriated in this section, the University of Washington shall:

(a) Review the scholarly literature on the short-term and long-term effects of marijuana use to assess if other states or private entities are conducting marijuana research in areas that may be useful to the state.

(b) Provide as part of its budget request for the 2017-2019 biennium:

(i) A list of intended state, federal, and privately funded marijuana research, including cost, duration, and scope;

(ii) Plans for partnerships with other universities, state agencies, or private entities, including entities outside the state, for purposes related to researching short-term and long-term effects of marijuana use.

(16) \$18,000 of the general fund—state appropriation for fiscal year 2016 and \$18,000 of the general fund—state appropriation for fiscal year 2017 are provided solely to implement Substitute Senate Bill No. 6519 (telemedicine). If the bill is not enacted by June 30, 2016, the amounts provided in this subsection shall lapse.

(17) \$25,000 of the general fund—state appropriation for fiscal year 2016 and \$25,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the implementation of House Bill No. 1138 (higher education mental health).

Sec. 604. 2015 3rd sp.s. c 4 s 607 (uncodified) is amended to read as follows:

FOR WASHINGTON STATE UNIVERSITY

General Fund—State Appropriation (FY 2016).	((\$181,038,000))
	<u>\$181,494,000</u>
General Fund—State Appropriation (FY 2017).	((\$204,858,000))
	<u>\$207,738,000</u>
Education Legacy Trust Account—State Appropriation. . . .	\$33,995,000
Dedicated Marijuana Account—State Appropriation (FY 2016). .	\$138,000
Dedicated Marijuana Account—State Appropriation (FY 2017). .	\$138,000
TOTAL APPROPRIATION.	((\$420,167,000))
	<u>\$423,503,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$90,000 of the general fund—state appropriation for fiscal year 2016 and \$90,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for a rural economic development and outreach coordinator.

(2) The university must continue work with the education research and data center to demonstrate progress in computer science and engineering enrollments. By September 1st of each year, the university shall provide a report including but not limited to the cost per student, student completion rates, and the number of low-income students enrolled in each program, any process changes or best-practices implemented by the university, and how many students are enrolled in computer science and engineering programs above the prior academic year.

(3) \$1,000,000 of the general fund—state appropriation for fiscal 2016 and \$630,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the creation of an electrical engineering program located in Bremerton. At full implementation, the university is expected to increase degree production by 25 new bachelor's degrees per year. The university must identify these

1 students separately when providing data to the education research
2 data center as required in subsection (2) of this section.

3 (4) \$1,000,000 of the general fund—state appropriation for fiscal
4 year 2016 and \$1,370,000 of the general fund—state appropriation for
5 fiscal year 2017 are provided solely for the creation of software
6 engineering and data analytic programs at the university center in
7 Everett. At full implementation, the university is expected to enroll
8 50 students per academic year. The university must identify these
9 students separately when providing data to the education research
10 data center as required in subsection (2) of this section.

11 (5) \$500,000 of the general fund—state appropriation for fiscal
12 year 2016 and \$500,000 of the general fund—state appropriation for
13 fiscal year 2017 are provided solely for state match requirements
14 related to the federal aviation administration grant.

15 (6) Washington State University shall not use funds appropriated
16 in this section to support intercollegiate athletic programs.

17 (7) (~~(\$8,714,000))~~ \$8,980,000 of the general fund—state
18 appropriation for fiscal year 2016 and (~~(\$25,266,000))~~ \$27,068,000 of
19 the general fund—state appropriation for fiscal year 2017 are
20 provided solely for the implementation of Second Engrossed Substitute
21 Senate Bill No. 5954 (college affordability program). If the bill is
22 not enacted by July 10, 2015, the amounts provided in this subsection
23 shall lapse. For the 2016-17 academic year, if the university's full-
24 time equivalent annual average resident undergraduate enrollment
25 increases by more than one percent from the 2015-16 academic year,
26 for purposes of calculating state funding for the tuition reduction
27 backfill, only a one percent growth rate or the university's
28 preceding five-year average percentage full-time equivalent
29 enrollment change, whichever is greater, may be used in calculating
30 the backfill.

31 (8) \$1,098,000 of the general fund—state appropriation for fiscal
32 year 2016 and \$1,402,000 of the general fund—state appropriation for
33 fiscal year 2017 are provided solely for development of a medical
34 school in Spokane. Funding must support the development of the
35 curriculum, the courses, the faculty, and the administrative
36 structure required by the liaison committee on medical education.

37 (9) Within the funds appropriated in this section, Washington
38 State University is required to provide administrative support to the

sustainable aviation biofuels work group authorized under RCW 28B.30.904.

(10) Within the funds appropriated in this section, Washington State University shall:

(a) Review the scholarly literature on the short-term and long-term effects of marijuana use to assess if other states or private entities are conducting marijuana research in areas that may be useful to the state.

(b) Provide as part of its budget request for the 2017-2019 biennium:

(i) A list of intended state, federal, and privately funded marijuana research, including cost, duration, and scope;

(ii) Plans for partnerships with other universities, state agencies, or private entities, including entities outside the state, for purposes related to researching short-term and long-term effects of marijuana use.

(11) \$135,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for a honey bee biology research position.

(12) \$580,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the development of an organic agriculture systems degree program located at the university center in Everett.

Sec. 605. 2015 3rd sp.s. c 4 s 608 (uncodified) is amended to read as follows:

FOR EASTERN WASHINGTON UNIVERSITY

General Fund—State Appropriation (FY 2016).	((\$38,603,000))
	<u>\$38,689,000</u>
General Fund—State Appropriation (FY 2017).	((\$47,498,000))
	<u>\$48,098,000</u>
Education Legacy Trust Account—State	
Appropriation.	((\$16,598,000))
	<u>\$16,718,000</u>
TOTAL APPROPRIATION.	((\$102,699,000))
	<u>\$103,505,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) At least \$200,000 of the general fund—state appropriation for fiscal year 2016 and at least \$200,000 of the general fund—state appropriation for fiscal year 2017 must be expended on the Northwest autism center.

(2) The university must continue work with the education research and data center to demonstrate progress in computer science and engineering enrollments. By September 1st of each year, the university shall provide a report including but not limited to the cost per student, student completion rates, and the number of low-income students enrolled in each program, any process changes or best-practices implemented by the university, and how many students are enrolled in computer science and engineering programs above the prior academic year.

(3) Eastern Washington University shall not use funds appropriated in this section to support intercollegiate athletics programs.

(4) \$750,000 of the general fund—state appropriation for fiscal year 2016 and \$750,000 of the general fund—state appropriation are provided solely for student success and advising programs that lead to increased degree completion.

(5) (~~(\$2,386,000)~~) \$2,425,000 of the general fund—state appropriation for fiscal year 2016 and (~~(\$9,171,000)~~) \$9,698,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the implementation of Second Engrossed Substitute Senate Bill No. 5954 (college affordability program). If the bill is not enacted by July 10, 2015, the amounts provided in this subsection shall lapse. For the 2016-17 academic year, if the university's full-time equivalent annual average resident undergraduate enrollment increases by more than one percent from the 2015-16 academic year, for purposes of calculating state funding for the tuition reduction backfill, only a one percent growth rate or the university's preceding five-year average percentage full-time equivalent enrollment change, whichever is greater, may be used in calculating the backfill.

Sec. 606. 2015 3rd sp.s. c 4 s 609 (uncodified) is amended to read as follows:

FOR CENTRAL WASHINGTON UNIVERSITY

General Fund—State Appropriation (FY 2016). (~~(\$36,947,000)~~)

1		<u>\$36,958,000</u>
2	General Fund—State Appropriation (FY 2017).	((\$47,405,000))
3		<u>\$47,578,000</u>
4	Education Legacy Trust Account—State Appropriation. .	((\$19,076,000))
5		<u>\$19,140,000</u>
6	TOTAL APPROPRIATION.	((\$103,428,000))
7		<u>\$103,676,000</u>

8 The appropriations in this section are subject to the following
9 conditions and limitations:

10 (1) The university must continue work with the education research
11 and data center to demonstrate progress in engineering enrollments.
12 By September 1st of each year, the university shall provide a report
13 including but not limited to the cost per student, student completion
14 rates, and the number of low-income students enrolled in each
15 program, any process changes or best-practices implemented by the
16 university, and how many students are enrolled in engineering
17 programs above the prior academic year.

18 (2) Central Washington University shall not use funds
19 appropriated in this section to support intercollegiate athletics
20 programs.

21 (3) \$750,000 of the general fund—state appropriation for fiscal
22 year 2016 and \$750,000 of the general fund—state appropriation are
23 provided solely for student success and advising programs that lead
24 to increased degree completion.

25 (4) ((~~\$2,757,000~~)) \$2,739,000 of the general fund—state
26 appropriation for fiscal year 2016 and ((~~\$10,632,000~~)) \$10,826,000 of
27 the general fund—state appropriation for fiscal year 2017 are
28 provided solely for the implementation of Second Engrossed Substitute
29 Senate Bill No. 5954 (college affordability program). If the bill is
30 not enacted by July 10, 2015, the amounts provided in this subsection
31 shall lapse. For the 2016-17 academic year, if the university's full-
32 time equivalent annual average resident undergraduate enrollment
33 increases by more than one percent from the 2015-16 academic year,
34 for purposes of calculating state funding for the tuition reduction
35 backfill, only a one percent growth rate or the university's
36 preceding five-year average percentage full-time equivalent
37 enrollment change, whichever is greater, may be used in calculating
38 the backfill.

1 **Sec. 607.** 2015 3rd sp.s. c 4 s 610 (uncodified) is amended to
2 read as follows:

3 **FOR THE EVERGREEN STATE COLLEGE**

4	General Fund—State Appropriation (FY 2016).	\$22,068,000
5	General Fund—State Appropriation (FY 2017).	((\$25,261,000))
6		<u>\$25,441,000</u>
7	Education Legacy Trust Account—State Appropriation. . .	((\$5,450,000))
8		<u>\$5,493,000</u>
9	TOTAL APPROPRIATION.	((\$52,779,000))
10		<u>\$53,002,000</u>

11 The appropriations in this section are subject to the following
12 conditions and limitations:

13 (1) \$39,000 of the general fund—state appropriation for fiscal
14 year 2016 and \$55,000 of the general fund—state appropriation for
15 fiscal year 2017 are provided solely for the implementation of
16 chapter 244, Laws of 2015 (college bound).

17 (2) \$39,000 of the general fund—state appropriation for fiscal
18 year 2016 and \$32,000 of the general fund—state appropriation for
19 fiscal year 2017 are provided solely for implementation of Engrossed
20 Second Substitute House Bill No. 1491 (early care & education
21 system). If the bill is not enacted by July 10, 2015, the amounts
22 provided in this subsection shall lapse.

23 (3) ((~~\$885,000~~)) \$837,000 of the general fund—state appropriation
24 for fiscal year 2016 and ((~~\$3,411,000~~)) \$3,327,000 of the general
25 fund—state appropriation for fiscal year 2017 are provided solely for
26 the implementation of Second Engrossed Substitute Senate Bill No.
27 5954 (college affordability program). If the bill is not enacted by
28 July 10, 2015, the amounts provided in this subsection shall lapse.
29 For the 2016-17 academic year, if the college's full-time equivalent
30 annual average resident undergraduate enrollment increases by more
31 than one percent from the 2015-16 academic year, for purposes of
32 calculating state funding for the tuition reduction backfill, only a
33 one percent growth rate or the college's preceding five-year average
34 percentage full-time equivalent enrollment change, whichever is
35 greater, may be used in calculating the backfill.

36 (4) \$40,000 of the general fund—state appropriation for fiscal
37 year 2016 is provided solely for the tuition metric study in Second
38 Engrossed Substitute Senate Bill No. 5954 (college affordability

1 program). If the bill is not enacted by July 10, 2015, the amounts
2 provided in this subsection shall lapse.

3 (5) \$121,000 of the general fund—state appropriation for fiscal
4 year 2016 is provided solely for implementation of section 15 of
5 chapter 269, Laws of 2015 (mental health/involuntary outpatient). If
6 the bill is not enacted by July 10, 2015, the amount provided in this
7 subsection shall lapse.

8 (6) \$295,000 of the general fund—state appropriation for fiscal
9 year 2016 and \$295,000 of the general fund—state appropriation for
10 fiscal year 2017 are provided solely for the Washington state
11 institute of public policy to contract with an objective, non-
12 partisan, nationally known organization to examine policy options for
13 increasing the availability of primary care services in rural
14 Washington.

15 (7) \$750,000 of the general fund—state appropriation for fiscal
16 year 2016 and \$750,000 of the general fund—state appropriation for
17 fiscal year 2017 are provided solely for student success and advising
18 programs that lead to increased degree completion.

19 (8) Funding provided in this section is sufficient for The
20 Evergreen State College to continue operations of the Longhouse
21 Center and the Northwest Indian applied research institute.

22 (9) \$50,000 of the general fund—state appropriation for fiscal
23 year 2016 and \$50,000 of the general fund—state appropriation for
24 fiscal year 2017 are provided solely for the Washington state
25 institute for public policy to review existing research literature
26 and begin a four-year study to evaluate outcomes regarding the cost
27 effectiveness of FDA approved long-acting injectable medications that
28 are indicated for the treatment of alcohol and opiate dependence. Any
29 outcome evaluation will be focused on potential benefits to prison
30 offenders being released into the community and the effects on
31 recidivism. The institute shall submit a report summarizing cost-
32 effectiveness findings from the existing research literature to the
33 appropriate committees of the legislature by December 31, 2016.

34 (10) Notwithstanding other provisions in this section, the board
35 of directors for the Washington state institute for public policy may
36 adjust due dates for projects included on the institute's 2015-2017
37 work plan as necessary to efficiently manage workload.

38 (11) The Evergreen State College shall not use funds appropriated
39 in this section to support intercollegiate athletics programs.

1 (12) \$48,000 of the general fund—state appropriation for fiscal
2 year 2017 is provided solely for the implementation of Second
3 Substitute House Bill No. 2449 (truancy reduction). If the bill is
4 not enacted by June 30, 2016, the amount provided in this subsection
5 shall lapse.

6 (13) \$32,000 of the general fund—state appropriation for fiscal
7 year 2017 is provided solely for the implementation of Second
8 Substitute House Bill No. 2791 (Washington statewide reentry
9 council). If the bill is not enacted by June 30, 2016, the amount
10 provided in this subsection shall lapse.

11 (14) \$16,000 of the general fund—state appropriation for fiscal
12 year 2017 is provided solely for the implementation of Engrossed
13 Second Substitute Senate Bill No. 6455 (professional educator
14 workforce). If the bill is not enacted by June 30, 2016, the amount
15 provided in this subsection shall lapse.

16 (15) \$26,000 of the general fund—state appropriation for fiscal
17 year 2017 is provided solely for the implementation of Engrossed
18 Senate Bill No. 6620 (school safety). If the bill is not enacted by
19 June 30, 2016, the amount provided in this subsection shall lapse.

20 (16) \$30,000 of the general fund—state appropriation for fiscal
21 year 2016 and \$120,000 of the general fund—state appropriation for
22 fiscal year 2017 are provided solely for the Washington state
23 institute for public policy to evaluate and report to the appropriate
24 legislative committees on the impact and cost effectiveness of the
25 hub home model, a model for foster care delivery. The institute shall
26 use the most appropriate available methods to evaluate the model's
27 impact on child safety, permanency, placement stability and, if
28 possible, sibling connections, culturally relevant care, and
29 caregiver retention. The report shall include an analysis of whether
30 the model yields long-term cost savings in comparison with
31 traditional foster care. The department of social and health services
32 children's administration shall facilitate provision of the data
33 necessary to conduct the evaluation. The institute shall submit an
34 interim report by January 15, 2017, and a final report by June 30,
35 2017. The institute may receive additional funds from a private
36 organization for the purpose of the evaluation.

37 **Sec. 608.** 2015 3rd sp.s. c 4 s 611 (uncodified) is amended to
38 read as follows:

1 **FOR WESTERN WASHINGTON UNIVERSITY**

2	General Fund—State Appropriation (FY 2016).	((\$53,332,000))
3		<u>\$53,447,000</u>
4	General Fund—State Appropriation (FY 2017).	((\$66,059,000))
5		<u>\$67,091,000</u>
6	Education Legacy Trust Account—State	
7	Appropriation.	((\$13,720,000))
8		<u>\$13,737,000</u>
9	TOTAL APPROPRIATION.	((\$133,111,000))
10		<u>\$134,275,000</u>

11 The appropriations in this section are subject to the following
12 conditions and limitations:

13 (1) The university must continue work with the education research
14 and data center to demonstrate progress in computer science and
15 engineering enrollments. By September 1st of each year, the
16 university shall provide a report including but not limited to the
17 cost per student, student completion rates, and the number of low-
18 income students enrolled in each program, any process changes or
19 best-practices implemented by the university, and how many students
20 are enrolled in computer science and engineering programs above the
21 prior academic year.

22 (2) \$910,000 of the general fund—state appropriation for fiscal
23 year 2016 and \$630,000 of the general fund—state appropriation for
24 fiscal year 2017 are provided solely for the creation of a computer
25 and information systems security program located at Olympic college -
26 Poulsbo. The university is expected to enroll 30 students each
27 academic year beginning in fiscal year 2017. The university must
28 identify these students separately when providing data to the
29 educational data centers as required in (1) of this section.

30 (3) Western Washington University shall not use funds
31 appropriated in this section to support intercollegiate athletics
32 programs.

33 (4) ((~~\$3,656,000~~)) \$3,726,000 of the general fund—state
34 appropriation for fiscal year 2016 and ((~~\$14,087,000~~)) \$14,819,000 of
35 the general fund—state appropriation for fiscal year 2017 are
36 provided solely for the implementation of Second Engrossed Substitute
37 Senate Bill No. 5954 (college affordability program). If the bill is
38 not enacted by July 10, 2015, the amounts provided in this subsection
39 shall lapse. For the 2016-17 academic year, if the university's full-

time equivalent annual average resident undergraduate enrollment increases by more than one percent from the 2015-16 academic year, for purposes of calculating state funding for the tuition reduction backfill, only a one percent growth rate or the university's preceding five-year average percentage full-time equivalent enrollment change, whichever is greater, may be used in calculating the backfill.

(5) \$250,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the endowment of the Jaffee professorship in Jewish history and holocaust studies.

Sec. 609. 2015 3rd sp.s. c 4 s 612 (uncodified) is amended to read as follows:

FOR THE STUDENT ACHIEVEMENT COUNCIL—POLICY COORDINATION AND ADMINISTRATION

General Fund—State Appropriation (FY 2016).	(\$5,528,000))
	\$5,515,000
General Fund—State Appropriation (FY 2017).	(\$5,631,000))
	\$6,217,000
General Fund—Federal Appropriation.	\$4,859,000
TOTAL APPROPRIATION.	(\$16,018,000))
	\$16,591,000

The appropriations in this section are subject to the following conditions and limitations:

(1) \$182,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the student achievement council, the workforce training and education coordinating board, and the department of licensing to work together to design and oversee a study, to be administered by the council, that objectively analyzes and makes recommendations about systemic overlaps and gaps in jurisdiction regarding for-profit degree-granting institutions and private vocational schools in the state. The council may contract with a neutral third-party research organization to conduct the study. The study must be conducted in two phases, starting with an assessment of perspectives and relevant studies. A second phase, if deemed appropriate by the council, the workforce training and education coordinating board, and other stakeholders, may consist of facilitated discussions amongst agencies, regulated entities, and stakeholders to reach agreed-upon recommendations.

1 (a) The study must include recommendations to improve oversight
2 and accountability of these institutions and schools and a review of
3 whether, and how, different standards are applied to the institutions
4 and schools by different agencies. Specifically, the study must:

5 (i) Examine the data collection and reporting practices of for-
6 profit degree-granting institutions and private vocational schools
7 compared to the data collection and reporting of the community and
8 technical colleges. The study must determine if there are
9 inconsistencies and discrepancies in the practices of the for-profit
10 degree-granting institutions and private vocational schools. The
11 study must also make recommendations on the methods of collecting,
12 analyzing, and reporting data, including what measurements to use, to
13 ensure that data from for-profit degree-granting institutions and
14 private vocational schools can be accurately compared to data from
15 the community and technical colleges;

16 (ii) Study the current regulations governing these institutions
17 and schools and recommend necessary changes to achieve consistent
18 regulatory oversight of the entire system;

19 (iii) Recommend ways to implement a cohesive method for guiding
20 and assisting current and prospective students who have questions and
21 concerns; and

22 (iv) Review whether an ombuds position serving students of for-
23 profit degree-granting institutions and private vocational schools
24 should be created. If the recommendation is to create an ombuds
25 position, the study must make a recommendation on which state entity
26 should house the position.

27 (b) The assessment phase of the study may begin July 1, 2016. The
28 council must issue a final report, including the result of any
29 facilitated agreed-upon recommendations, to the appropriate
30 committees of the legislature by January 1, 2017.

31 (2) \$25,000 of the general fund—state appropriation for fiscal
32 year 2017 is provided solely to implement Second Engrossed Substitute
33 Senate Bill No. 6601 (Washington college savings program). If the
34 bill is not enacted by June 30, 2016, the amount provided in this
35 subsection shall lapse.

36 (3) \$250,000 of the general fund—state appropriation for fiscal
37 year 2017 is provided solely for the council to complete a higher
38 education needs assessment for southeast King county, and to prepare
39 a program and operating plan to meet the higher education needs
40 identified in the assessment. The needs assessment shall consider

population changes, higher education participation rates, economic demand and work force needs, commute times for study area residents to existing higher education institutions, and any other items identified by the council. In completing the needs assessment and plan, the council shall consider the factors outlined in RCW 28B.77.080, enrollment trends in the study area, employer needs, existing and needed postsecondary programs, recommended strategies for promoting program participation, an estimated cost to meet the assessed need, and potential location sites. In preparing a program and operating plan, the council shall consider a variety of higher education options including, but not limited to, a branch campus, a university center, a private university, and an online learning center. The needs assessment and plan must be developed in consultation with an advisory committee of civic, business, and education leaders from southeast King county. The council shall provide a preliminary report to the appropriate committees of the legislature and the governor by November 1, 2016, and a final report by January 1, 2017. The council may contract with a consultant to complete this study.

Sec. 610. 2015 3rd sp.s. c 4 s 613 (uncodified) is amended to read as follows:

FOR THE STUDENT ACHIEVEMENT COUNCIL—OFFICE OF STUDENT FINANCIAL ASSISTANCE

General Fund—State Appropriation (FY 2016).	((\$260,978,000))
	<u>\$265,978,000</u>
General Fund—State Appropriation (FY 2017).	((\$244,061,000))
	<u>\$234,444,000</u>
General Fund—Federal Appropriation.	((\$11,798,000))
	<u>\$11,801,000</u>
General Fund—Private/Local Appropriation.	\$300,000
<u>Aerospace Training Student Loan Account—State</u>	
<u>Appropriation (FY 2017).</u>	<u>\$104,000</u>
<u>Washington Opportunity Expansion Account—State</u>	
<u>Appropriation.</u>	<u>\$6,000,000</u>
Education Legacy Trust Account—State Appropriation. .	((\$33,670,000))
	<u>\$40,671,000</u>
Health Professional Loan Repayment Scholarship	
Program Account—State Appropriation.	\$1,720,000

Washington Opportunity Pathways Account—State	
Appropriation (<u>FY 2016</u>).	((\$175,000,000))
	<u>\$95,061,000</u>
<u>Washington Opportunity Pathways Account—State</u>	
Appropriation (<u>FY 2017</u>).	<u>\$78,469,000</u>
TOTAL APPROPRIATION.	((\$727,527,000))
	<u>\$734,548,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) ((~~\$230,217,000~~)) \$235,217,000 of the general fund—state appropriation for fiscal year 2016, ((~~\$212,760,000~~)) \$201,760,000 of the general fund—state appropriation for fiscal year 2017, ((~~\$12,000,000~~)) \$26,000,000 of the education legacy trust account—state appropriation, ((~~and—\$135,000,000~~)) \$77,500,000 of the Washington opportunity pathways account—state appropriation for fiscal year 2016, and \$67,500,000 of the Washington opportunity pathways account—state appropriation for fiscal year 2017 are provided solely for student financial aid payments under the state need grant, implementation of Second Engrossed Substitute Senate Bill No. 5954 (college affordability program), and state work study programs including up to four percent administrative allowance for the state work study program.

(2) Changes made to the state need grant program in the 2011-2013 fiscal biennium are continued in the 2015-2017 fiscal biennium. For the 2015-2017 fiscal biennium, awards given to private institutions shall be the same amount as the prior year.

(3) Changes made to the state work study program in the 2009-2011 and 2011-2013 fiscal biennia are continued in the 2015-2017 fiscal biennium including maintaining the increased required employer share of wages; adjusted employer match rates; discontinuation of nonresident student eligibility for the program; and revising distribution methods to institutions by taking into consideration other factors such as off-campus job development, historical utilization trends, and student need.

(4) Within the funds appropriated in this section, eligibility for the state need grant includes students with family incomes at or below 70 percent of the state median family income (MFI), adjusted for family size, and shall include students enrolled in three to five credit-bearing quarter credits, or the equivalent semester credits.

Awards for students with incomes between 51 and 70 percent of the state median shall be prorated at the following percentages of the award amount granted to those with incomes below 51 percent of the MFI: 70 percent for students with family incomes between 51 and 55 percent MFI; 65 percent for students with family incomes between 56 and 60 percent MFI; 60 percent for students with family incomes between 61 and 65 percent MFI; and 50 percent for students with family incomes between 66 and 70 percent MFI.

(5) Of the amounts provided in subsection (1) of this section, \$100,000 of the general fund—state appropriation for fiscal year 2016 and \$100,000 of the general fund—state appropriation for fiscal year 2017 are provided for the council to process an alternative financial aid application system pursuant to RCW 28B.92.010.

(6)(a) Students who are eligible for the college bound scholarship shall be given priority for the state need grant program. These eligible college bound students whose family incomes are in the 0-65 percent median family income ranges must be awarded the maximum state need grant for which they are eligible under state policies and may not be denied maximum state need grant funding due to institutional policies or delayed awarding of college bound scholarship students. The council shall provide directions to institutions to maximize the number of college bound scholarship students receiving the maximum state need grant for which they are eligible with a goal of 100 percent coordination. Institutions shall identify all college bound scholarship students to receive state need grant priority. If an institution is unable to identify all college bound scholarship students at the time of initial state aid packaging, the institution should reserve state need grant funding sufficient to cover the projected enrollments of college bound scholarship students.

(b) In calculating the college bound award, public institutions of higher education are subject to the conditions and limitations in RCW 28B.15.102 and shall not utilize college bound funds to offset tuition costs from rate increases in excess of levels authorized in section 603, chapter 50, Laws of 2011.

~~((6) \$21,670,000))~~ (7) \$14,670,000 of the education legacy trust account—state appropriation ((and \$40,000,000)), \$17,561,000 of the Washington opportunity pathways account—state appropriation for fiscal year 2016, and \$10,969,000 of the Washington opportunity

1 pathways account—state appropriation for fiscal year 2017 are
2 provided solely for the college bound scholarship program,
3 implementation of Second Engrossed Substitute Senate Bill No. 5954
4 (college affordability program), and may support scholarships for
5 summer session.

6 ~~((+7))~~ (8) \$2,236,000 of the general fund—state appropriation
7 for fiscal year 2016 and \$2,236,000 of the general fund—state
8 appropriation for fiscal year 2017 are provided solely for the
9 passport to college program. The maximum scholarship award is up to
10 \$5,000. The board shall contract with a nonprofit organization to
11 provide support services to increase student completion in their
12 postsecondary program and shall, under this contract, provide a
13 minimum of \$500,000 in fiscal years 2016 and 2017 for this purpose.

14 ~~((+8))~~ (9) \$20,000,000 of the general fund—state appropriation
15 for fiscal year 2016 and \$21,000,000 of the general fund—state
16 appropriation for fiscal year 2017 are provided solely to meet state
17 match requirements associated with the opportunity scholarship
18 program. The legislature will evaluate subsequent appropriations to
19 the opportunity scholarship program based on the extent that
20 additional private contributions are made, program spending patterns,
21 and fund balance.

22 ~~((+9))~~ (10) \$3,825,000 of the general fund—state appropriation
23 for fiscal year 2016 and \$3,825,000 of the general fund—state
24 appropriation for fiscal year 2017 are provided solely for
25 expenditure into the health professionals loan repayment and
26 scholarship program account. These amounts and \$1,720,000
27 appropriated from the health professionals loan repayment and
28 scholarship program account must be used to increase the number of
29 licensed primary care health professionals to serve in licensed
30 primary care health professional critical shortage areas. The office
31 of student financial assistance and the department of health shall
32 prioritize a portion of any nonfederal balances in the health
33 professional loan repayment and scholarship fund for conditional loan
34 repayment contracts with psychiatrists and with advanced registered
35 nurse practitioners for work at one of the state-operated psychiatric
36 hospitals. The office and department shall designate the state
37 hospitals as health professional shortage areas if necessary for this
38 purpose. The office shall coordinate with the department of social
39 and health services to effectively incorporate three conditional loan

1 repayments into the department's advanced psychiatric professional
2 recruitment and retention strategies. The office may use these
3 targeted amounts for other program participants should there be any
4 remaining amounts after eligible psychiatrists and advanced
5 registered nurse practitioners have been served. The office shall
6 also work to prioritize loan repayments to professionals working at
7 health care delivery sites that demonstrate a commitment to serving
8 uninsured clients.

9 ~~((10))~~ (11) \$56,000 of the general fund—state appropriation for
10 fiscal year 2016 and \$42,000 of the general fund—state appropriation
11 for fiscal year 2017 are provided solely for the council to design
12 and implement a program that provides customized information to high-
13 achieving (as determined by local school districts), low-income, high
14 school students. "Low-income" means students who are from low-income
15 families as defined by the education data center in RCW 43.41.400.
16 For the purposes of designing, developing, and implementing the
17 program, the council shall partner with a national entity that offers
18 aptitude tests and shall consult with institutions of higher
19 education with a physical location in Washington. The council shall
20 implement the program no later than fall 2016, giving consideration
21 to spring mailings in order to capture early action decisions offered
22 by institutions of higher education and nonprofit baccalaureate
23 degree-granting institutions. The information packet for students
24 must include at a minimum:

- 25 (a) Materials that help students to choose colleges;
- 26 (b) An application guidance booklet;
- 27 (c) Application fee waivers, if available, for four-year
28 institutions of higher education and independent nonprofit
29 baccalaureate degree-granting institutions in the state that enable
30 students receiving a packet to apply without paying application fees;
- 31 (d) Information on college affordability and financial aid that
32 includes information on the net cost of attendance for each four-year
33 institution of higher education and each nonprofit baccalaureate
34 degree-granting institution, and information on merit and need-based
35 aid from federal, state, and institutional sources; and
- 36 (e) A personally addressed cover letter signed by the governor
37 and the president of each four-year institution of higher education
38 and nonprofit baccalaureate degree-granting institution in the state.

(12) \$6,000,000 of the opportunity expansion account—state appropriation is provided solely for the opportunity expansion program in RCW 28B.145.060. At the direction of the opportunity scholarship board, the council must distribute the funding provided in this subsection to institutions of higher education to increase the number of baccalaureate degrees produced in high employer demand and other programs of study.

(13) \$1,144,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the implementation of Engrossed Second Substitute Senate Bill No. 6455 (professional educator workforce). If the bill is not enacted by June 30, 2016, the amount provided in this subsection shall lapse. Of the amount provided in this subsection:

(a) \$468,000 is for the teacher shortage conditional grant program;

(b) \$468,000 is for the student teaching residency grant program; and

(c) \$208,000 is for the development and implementation of the teacher shortage conditional grant program and the student teaching residency grant program.

(14) The council shall examine issues related to college bound scholarship students who become income ineligible for the college bound scholarship program but maintain eligibility for the state need grant and shall report to the governor and appropriate committees of the legislature by December 1, 2016, with any recommendations.

Sec. 611. 2015 3rd sp.s. c 4 s 614 (uncodified) is amended to read as follows:

FOR THE WORKFORCE TRAINING AND EDUCATION COORDINATING BOARD

General Fund—State Appropriation (FY 2016).	((\$1,646,000))
	<u>\$1,648,000</u>
General Fund—State Appropriation (FY 2017).	((\$1,668,000))
	<u>\$1,744,000</u>
General Fund—Federal Appropriation.	((\$55,142,000))
	<u>\$55,143,000</u>
General Fund—Private/Local Appropriation.	\$72,000
TOTAL APPROPRIATION.	((\$58,528,000))
	<u>\$58,607,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) For the 2015-2017 fiscal biennium the board shall not
4 designate recipients of the Washington award for vocational
5 excellence or recognize them at award ceremonies as provided in RCW
6 28C.04.535.

7 (2) The health workforce council of the state workforce training
8 and education coordinating board, in partnership with work underway
9 with the office of the governor, shall, within resources available
10 for such purpose, but not to exceed \$250,000, assess workforce
11 shortages across behavioral health disciplines. The board shall
12 create a recommended action plan to address behavioral health
13 workforce shortages and to meet the increased demand for services
14 now, and with the integration of behavioral health and primary care
15 in 2020. The analysis and recommended action plan shall align with
16 the recommendations of the adult behavioral health system task force
17 and related work of the healthier Washington initiative. The board
18 shall consider workforce data, gaps, distribution, pipeline,
19 development, and infrastructure, including innovative high school,
20 postsecondary, and postgraduate programs to evolve, align, and
21 respond accordingly to our state's behavioral health and related and
22 integrated primary care workforce needs. The board will submit
23 preliminary recommendations to the governor and appropriate
24 committees of the legislature by October 15, 2016. The board will
25 continue its work and submit final recommendations in 2017.

26 (3) \$75,000 of the general fund—state appropriation for fiscal
27 year 2017 is provided solely for the workforce training and education
28 coordinating board to develop a plan for a career and college ready
29 lighthouse program that is representative of the different
30 geographies and industries throughout the state. The plan must
31 provide students the opportunity to: Explore and understand career
32 opportunities through applied learning; engage with industry mentors;
33 and, plan for career and college success. Additionally, the plan must
34 include: Work-integrated and career-related strategies that increase
35 college and career readiness of the students statewide; specify where
36 and how the board will utilize mentor school districts; and identify
37 the needs of districts to provide career and college ready
38 opportunities. The board must convene an advisory committee to
39 provide assistance with the development of the plan. The advisory

committee must comprise: Individuals from the public and private sector with expertise in career and technical education and work-integrated training; school counselors; representatives of labor unions; representatives from professional technical organizations; representatives from career and technical colleges; and individuals from business and industry. The board shall submit its plan to the education committees of the legislature by January 1, 2017.

Sec. 612. 2015 3rd sp.s. c 4 s 615 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF EARLY LEARNING

General Fund—State Appropriation (FY 2016).	((\$89,572,000))
	<u>\$82,578,000</u>
General Fund—State Appropriation (FY 2017).	((\$103,257,000))
	<u>\$103,823,000</u>
General Fund—Federal Appropriation.	((\$290,204,000))
	<u>\$299,956,000</u>
Opportunity Pathways Account—State Appropriation.	\$80,000,000
Education Legacy Trust Account—State Appropriation.	\$28,250,000
Home Visiting Services Account—State Appropriation.	\$4,868,000
Home Visiting Services Account—Federal Appropriation.	\$25,250,000
TOTAL APPROPRIATION.	((\$621,401,000))
	<u>\$624,725,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$44,800,000 of the general fund—state appropriation for fiscal year 2016, \$44,800,000 of the general fund—state appropriation for fiscal year 2017, \$24,250,000 of the education legacy trust account—state appropriation, and \$80,000,000 of the opportunity pathways account appropriation are provided solely for the early childhood education and assistance program. These amounts shall support at least 11,691 slots in fiscal year 2016 and 11,691 slots in fiscal year 2017. Of these amounts, \$10,284,000 is a portion of the biennial amount of state maintenance of effort dollars required to receive federal child care and development fund grant dollars.

(2) \$200,000 of the general fund—state appropriation for fiscal year 2016 and \$200,000 of the general fund—state appropriation for fiscal year 2017 are provided solely to develop and provide

1 culturally relevant supports for parents, family, and other
2 caregivers.

3 (3) The department is the lead agency for and recipient of the
4 federal child care and development fund grant. Amounts within this
5 grant shall be used to fund child care licensing, quality
6 initiatives, agency administration, and other costs associated with
7 child care subsidies. The department shall transfer a portion of this
8 grant to the department of social and health services to fund the
9 child care subsidies paid by the department of social and health
10 services on behalf of the department of early learning.

11 (4) \$1,434,000 of the general fund—state appropriation for fiscal
12 year 2016 is provided solely for expenditure into the home visiting
13 services account. This funding is intended to meet federal
14 maintenance of effort requirements and to secure private matching
15 funds. Additional amounts are provided separately in part II of this
16 act. The division of behavioral health and recovery must transfer
17 these amounts into the home visiting services account.

18 (5)(a) (~~(\$153,717,000)~~) \$153,244,000 of the general fund—federal
19 appropriation is provided solely for the working connections child
20 care program under RCW 43.215.135.

21 (b) In addition to groups that were given prioritized access to
22 the working connections child care program effective March 1, 2011,
23 the department shall also give prioritized access into the program to
24 families in which a parent of a child in care is a minor who is not
25 living with a parent or guardian and who is a full-time student in a
26 high school that has a school-sponsored on-site child care center.

27 (6) Within available amounts, the department in consultation with
28 the office of financial management and the department of social and
29 health services shall report enrollments and active caseload for the
30 working connections child care program to the legislative fiscal
31 committees and the legislative-executive WorkFirst oversight task
32 force on an agreed upon schedule. The report shall also identify the
33 number of cases participating in both temporary assistance for needy
34 families and working connections child care. The department must also
35 report on the number of children served through contracted slots.

36 (7) \$1,194,000 of the general fund—state appropriation for fiscal
37 year 2016, \$1,926,000 of the general fund—state appropriation for
38 fiscal year 2017, and \$13,424,000 of the general fund—federal
39 appropriation are provided solely for the seasonal child care

1 program. If federal sequestration cuts are realized, cuts to the
2 seasonal child care program must be proportional to other federal
3 reductions made within the department.

4 (8) \$4,674,000 of the general fund—state appropriation for fiscal
5 year 2016(~~(, \$2,522,000)~~) and \$4,674,000 of the general fund—state
6 appropriation for fiscal year 2017 (~~(and \$2,152,000 of the general~~
7 ~~fund—federal appropriation)~~) are provided solely for the early
8 childhood intervention prevention services (ECLIPSE) program. The
9 department shall contract for ECLIPSE services to provide therapeutic
10 child care and other specialized treatment services to abused,
11 neglected, at-risk, and/or drug-affected children. Priority for
12 services shall be given to children referred from the department of
13 social and health services children's administration. Of the amounts
14 appropriated in this subsection, \$60,000 per fiscal year may be used
15 by the department for administering the ECLIPSE program, if needed.

16 (9) \$47,000 of the general fund—state appropriation for fiscal
17 year 2016 and \$46,000 of the general fund—state appropriation for
18 fiscal year 2017 are provided solely for implementation of Engrossed
19 Substitute House Bill No. 1126 (fatality review). (~~If the bill is~~
20 ~~not enacted by July 10, 2015, the amounts provided in this subsection~~
21 ~~shall lapse.~~)

22 (10) (~~(\$28,637,000)~~) \$23,529,000 of the general fund—state
23 appropriation for fiscal year 2016, (~~(\$47,143,000)~~) \$41,087,000 of
24 the general fund—state appropriation for fiscal year 2017, and
25 (~~(\$26,206,000)~~) \$36,006,000 of the general fund—federal appropriation
26 are provided solely for the implementation of Engrossed Second
27 Substitute House Bill No. 1491 (early care and education system).
28 (~~If the bill is not enacted by July 10, 2015, the amounts provided~~
29 ~~in this subsection shall lapse.~~) Of the amounts provided in this
30 subsection:

31 (a) \$60,817,000 is for quality rating and improvement system
32 activities, including but not limited to: Level two activities,
33 technical assistance, coaching, rating, and quality improvement
34 awards. The department shall place a 10 percent administrative
35 overhead cap on any contract entered into with the University of
36 Washington.

37 (b) \$10,895,000 is for degree and retention incentives and
38 scholarship and tuition reimbursements.

1 (c) (~~(\$14,192,000)~~) \$12,828,000 is for level 2 payments and
2 (~~(tiered reimbursement)~~) tiers 3, 4, and 5 payments for child care
3 licensed family home and center providers. Additional amounts for
4 licensed family home providers are provided separately in fiscal year
5 2016 as part of a collective bargaining agreement part IX of this
6 act.

7 (11) \$1,808,000 of the general fund—state appropriation for
8 fiscal year 2016 and \$1,728,000 of the general fund—state
9 appropriation for fiscal year 2017 are provided solely for reducing
10 barriers for low-income providers to participate in the early
11 achievers program consistent with Engrossed Second Substitute House
12 Bill No. 1491 (early care and education system). (~~(If the bill is not~~
13 ~~enacted by July 10, 2015, the amounts provided in this subsection~~
14 ~~shall lapse.)~~) Of the amounts provided in this subsection:

15 (a) \$2,000,000 is for need-based grants. Additional amounts for
16 child care licensed family home providers are provided separately as
17 part of a collective bargaining agreement part IX of this act.

18 (b) \$1,336,000 is for the creation of a substitute pool.

19 (c) \$200,000 is for the development of materials and assessments
20 in provider and family home languages.

21 (12) \$300,000 of the general fund—state appropriation for fiscal
22 year 2016 and \$300,000 of the general fund—state appropriation for
23 fiscal year 2017 are provided solely for a contract with a nonprofit
24 entity experienced in the provision of promoting early literacy for
25 children through pediatric office visits.

26 (13) \$4,000,000 of the education legacy trust account—state
27 appropriation is provided solely for early intervention assessment
28 and services.

29 (14) (~~(Information and technology investments and proposed~~
30 ~~projects for time capture, payroll, payment processes, and~~
31 ~~eligibility and authorization systems within the department)~~)
32 Information technology projects or investments and proposed projects
33 or investments impacting time capture, payroll and payment processes
34 and systems, eligibility, case management and authorization systems
35 within the department of early learning are subject to technical
36 oversight by the office of the chief information officer. The
37 department must collaborate with the office of the chief information
38 officer to develop a strategic business and technology architecture

1 plan for a child care attendance and billing system that supports a
2 statewide architecture.

3 (15)(a)(i) The department of early learning is required to
4 provide to the education research and data center, housed at the
5 office of financial management, data on all state-funded early
6 childhood programs. These programs include the early support for
7 infants and toddlers, early childhood education and assistance
8 program (ECEAP), and the working connections and seasonal subsidized
9 childcare programs including license exempt facilities or family,
10 friend, and neighbor care. The data provided by the department to the
11 education research data center must include information on children
12 who participate in these programs, including their name and date of
13 birth, and dates the child received services at a particular
14 facility.

15 (ii) ECEAP early learning professionals must enter any new
16 qualifications into the department's professional development
17 registry during the 2015-16 school year. By October 2017, the
18 department must provide updated ECEAP early learning professional
19 data to the education research data center.

20 (iii) The department must request federally funded head start
21 programs to voluntarily provide data to the department and the
22 education research data center that is equivalent to what is being
23 provided for state-funded programs.

24 (iv) The education research and data center must provide an
25 updated report on early childhood program participation and K-12
26 outcomes to the house of representatives appropriations committee and
27 the senate ways and means committee using available data by November
28 2015 for the school year ending in 2014 and again in March 2016 for
29 the school year ending in 2015.

30 (b) The department, in consultation with the department of social
31 and health services, must withhold payment for services to early
32 childhood programs that do not report on the name, date of birth, and
33 the dates a child received services at a particular facility.

34 (16) The department shall work with state and local law
35 enforcement, federally recognized tribal governments, and tribal law
36 enforcement to develop a process for expediting fingerprinting and
37 data collection necessary to conduct background checks for tribal
38 early learning and child care providers.

39 (17) \$3,777,000 of the general fund—state appropriation for
40 fiscal year 2017 is provided solely for the supplemental agreement to

1 the 2015-2017 collective bargaining agreement covering family child
2 care providers as set forth in section 905 of this act. Of the
3 amounts provided in this subsection:

4 (a) \$638,000 is for a base rate increase;

5 (b) \$956,000 is for an increase in tiered reimbursement rates for
6 levels three through five;

7 (c) \$1,315,000 is for an increase in quality improvement awards;

8 (d) \$478,000 is provided for training and quality improvement
9 support services to family child care providers provided by the
10 501(c)(3) organization created for this purpose;

11 (e) \$190,000 is provided for the administration of the family
12 child care training and quality improvement fund and participation in
13 the joint committee on family child care providers training and
14 quality improvement; and

15 (f) \$200,000 is provided for a slot-based pilot.

16 **Sec. 613.** 2015 3rd sp.s. c 4 s 616 (uncodified) is amended to
17 read as follows:

18 **FOR THE STATE SCHOOL FOR THE BLIND**

19	General Fund—State Appropriation (FY 2016).	((\$6,409,000))
20		<u>\$6,419,000</u>
21	General Fund—State Appropriation (FY 2017).	((\$6,535,000))
22		<u>\$6,579,000</u>
23	General Fund—Private/Local Appropriation.	\$34,000
24	TOTAL APPROPRIATION.	((\$12,978,000))
25		<u>\$13,032,000</u>

26 The appropriations in this section are subject to the following
27 conditions and limitations: Funding provided in this section is
28 sufficient for the school to offer to students enrolled in grades
29 nine through twelve for full-time instructional services at the
30 Vancouver campus with the opportunity to participate in a minimum of
31 one thousand eighty hours of instruction and the opportunity to earn
32 twenty-four high school credits.

33 **Sec. 614.** 2015 3rd sp.s. c 4 s 617 (uncodified) is amended to
34 read as follows:

35 **FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING**
36 **LOSS**

37 General Fund—State Appropriation (FY 2016). ((~~\$9,953,000~~))

1 \$10,027,000
2 General Fund—State Appropriation (FY 2017). ((~~\$10,086,000~~))
3 \$10,264,000
4 TOTAL APPROPRIATION. ((~~\$20,039,000~~))
5 \$20,291,000

6 The appropriations in this section are subject to the following
7 conditions and limitations: Funding provided in this section is
8 sufficient for the center to offer to students enrolled in grades
9 nine through twelve for full-time instructional services at the
10 Vancouver campus with the opportunity to participate in a minimum of
11 one thousand eighty hours of instruction and the opportunity to earn
12 twenty-four high school credits.

13 **Sec. 615.** 2015 3rd sp.s. c 4 s 618 (uncodified) is amended to
14 read as follows:

15 **FOR THE WASHINGTON STATE ARTS COMMISSION**

16 General Fund—State Appropriation (FY 2016). ((~~\$1,118,000~~))
17 \$1,143,000
18 General Fund—State Appropriation (FY 2017). ((~~\$1,148,000~~))
19 \$1,166,000
20 General Fund—Federal Appropriation. \$2,100,000
21 General Fund—Private/Local Appropriation. \$18,000
22 TOTAL APPROPRIATION. ((~~\$4,384,000~~))
23 \$4,427,000

24 **Sec. 616.** 2015 3rd sp.s. c 4 s 619 (uncodified) is amended to
25 read as follows:

26 **FOR THE WASHINGTON STATE HISTORICAL SOCIETY**

27 General Fund—State Appropriation (FY 2016). ((~~\$2,352,000~~))
28 \$2,400,000
29 General Fund—State Appropriation (FY 2017). ((~~\$2,412,000~~))
30 \$2,477,000
31 TOTAL APPROPRIATION. ((~~\$4,764,000~~))
32 \$4,877,000

33 The appropriations in this section are subject to the following
34 conditions and limitations: \$150,000 of the general fund—state
35 appropriation for fiscal year 2016 and \$150,000 of the general fund—
36 state appropriation for fiscal year 2017 are provided solely for the
37 restoration of the Washington women's history consortium created in

RCW 27.34.360. These amounts must be used for staff, professional archiving, public programs and exhibits, and information technology investments to enable the society to restore its central database of women's history.

Sec. 617. 2015 3rd sp.s. c 4 s 620 (uncodified) is amended to read as follows:

FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY

General Fund—State Appropriation (FY 2016).	((\$1,714,000))
	<u>\$1,789,000</u>
General Fund—State Appropriation (FY 2017).	((\$1,808,000))
	<u>\$1,833,000</u>
TOTAL APPROPRIATION.	((\$3,522,000))
	<u>\$3,622,000</u>

The appropriations in this section are subject to the following conditions and limitations: The eastern Washington state historical society shall develop a plan for creating a performance-based partnership agreement between the state of Washington and the not-for-profit Northwest museum of arts and culture for implementation in the 2017-2019 fiscal biennium. The plan at minimum shall include strategies to increase nonstate revenues for the operation of the museum and estimate the minimum amount of state funding necessary to preserve, maintain, and protect state-owned facilities and assets. The plan shall be submitted to the office of financial management and the fiscal committees of the legislature by October 1, 2016.

(End of part)

PART VII
SPECIAL APPROPRIATIONS

Sec. 701. 2015 3rd sp.s. c 4 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER—BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT

General Fund—State Appropriation (FY 2016)	. . . ((\$1,067,157,000))
	<u>\$1,059,582,000</u>
General Fund—State Appropriation (FY 2017)	. . . ((\$1,133,037,000))
	<u>\$1,108,296,000</u>
State Building Construction Account—State	
Appropriation	((\$6,462,000))
	<u>\$10,011,000</u>
Debt-Limit Reimbursable Bond Retirement Account—State	
Appropriation	\$1,430,000
<u>Columbia River Basin Water Supply Development</u>	
<u>Account—State Appropriation.</u>	<u>\$62,000</u>
<u>Columbia River Basin Taxable Bond Water Supply Development</u>	
<u>Account—State Appropriation.</u>	<u>\$82,000</u>
<u>State Taxable Building Construction</u>	
<u>Account—State Appropriation.</u>	<u>\$846,000</u>
TOTAL APPROPRIATION.	((\$2,208,086,000))
	<u>\$2,180,309,000</u>

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account.

Sec. 702. 2015 3rd sp.s. c 4 s 704 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER—BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES

General Fund—State Appropriation (FY 2016)	. . . . . \$1,400,000
General Fund—State Appropriation (FY 2017)	. . . . . \$1,400,000
State Building Construction Account—State	
Appropriation	((\$1,301,000))
	<u>\$2,013,000</u>
<u>Columbia River Basin Water Supply Development</u>	

1	Account—State Appropriation.	((\$6,000))
2		<u>\$16,000</u>
3	Columbia River Basin Taxable Bond Water Supply	
4	Development Account—State Appropriation.	((\$11,000))
5		<u>\$18,000</u>
6	State Taxable Building Construction Account—State	
7	Appropriation.	((\$53,000))
8		<u>\$171,000</u>
9	TOTAL APPROPRIATION.	((\$4,171,000))
10		<u>\$5,018,000</u>

11 **Sec. 703.** 2015 3rd sp.s. c 4 s 705 (uncodified) is amended to
12 read as follows:

13 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—INFORMATION TECHNOLOGY**
14 **INVESTMENT POOL**

15	General Fund—State Appropriation (FY 2016)	((\$17,000,000))
16		<u>\$17,221,000</u>
17	General Fund—State Appropriation (FY 2017)	((\$8,000,000))
18		<u>\$9,513,000</u>
19	General Fund—Federal Appropriation.	((\$60,168,000))
20		<u>\$62,395,000</u>
21	General Fund—Private/Local Appropriation.	((\$148,000))
22		<u>\$3,305,000</u>
23	Other Appropriated Funds.	\$807,000
24	TOTAL APPROPRIATION.	((\$86,123,000))
25		<u>\$93,241,000</u>

26 The appropriations in this section are subject to the following
27 conditions and limitations:

28 (1) The appropriations in this section are provided solely for
29 deposit to the information technology investment revolving account,
30 hereby created in the custody of the state treasurer. Only the
31 director of financial management or the director's designee may
32 authorize expenditures from the account. The account is subject to
33 allotment procedures under chapter 43.88 RCW, but an appropriation is
34 not required for expenditures. Funds in the account are provided
35 solely for the information technology projects shown in LEAP omnibus
36 document ((~~IT-2015~~)) IT-2016, dated ((~~June 28, 2015~~)) March 22, 2016,
37 which is hereby incorporated by reference. To facilitate the transfer
38 of moneys from other funds and accounts that are associated with

1 projects contained in LEAP omnibus document (~~((IT-2015))~~) IT-2016,
2 dated (~~((June 28, 2015))~~) March 22, 2016, the state treasurer is
3 directed to transfer moneys from other funds and accounts in an
4 amount not to exceed \$807,000 to the information technology
5 investment revolving account in accordance with schedules provided by
6 the office of financial management.

7 (2) Agencies may apply to the office of financial management to
8 receive funds from the information technology investment revolving
9 account.

10 (a) When selecting projects for allocations from the account,
11 sufficient funding must be reserved within the account to implement
12 the following projects shown in LEAP omnibus document (~~((IT-2015))~~)
13 IT-2016 dated (~~((June 28, 2015))~~) March 22, 2016:

14 (i) Public Disclosure Commission:

15 (A) PC Lease Program

16 (B) Customer Serv/Case Mgmt System

17 (C) Cloud Based Communication Svcs

18 (ii) Department of Social and Health Services:

19 (A) Align Funding with ICD-10 Imp.

20 (B) ESAR (~~((Phase II and III~~

21 ~~+C+))~~) M&O

22 (C) ESAR Architectural Development

23 (D) Interface with New EBT Vendor

24 (iii) Health Care Authority:

25 (A) ProviderOne O&M

26 (B) ProviderOne Stabilization

27 (C) ProviderOne Enhancements

28 (D) ProviderOne Contract Compliance

29 (E) ProviderOne Phase Two

30 (b) Funds must also be reserved to complete the ESAR consultation
31 project at the department of social and health services and the IP
32 overtime system at the health care authority and the department of
33 social and health services.

34 (c) For the remaining projects shown in LEAP omnibus document
35 (~~((IT-2015))~~) IT-2016, preference must be given to projects that
36 utilize a commercial off-the-shelf or software as a service
37 technology solution.

38 (3) Allocations and allotments may be made only during discrete
39 stages of projects, which at a minimum must include a planning stage,
40 procurement stage, and implementation and integration stage. At least

1 fourteen days prior to an allocation or allotment of funds to an
2 agency, the office of financial management, jointly with the office
3 of the chief information officer, must deliver to the legislative
4 fiscal committees the following information for each project
5 receiving an allocation from the account:

6 (a) A technology budget using a method similar to the state
7 capital budget, identifying project costs, funding sources, and
8 anticipated deliverables through each stage of the investment and
9 across fiscal periods and biennia from project initiation to
10 implementation. If the project affects more than one agency, a
11 technology budget must be prepared for each agency;

12 (b) The technology implementation plan that includes:

13 (i) An organizational chart of the project management team that
14 identifies team members and their roles and responsibilities;

15 (ii) The office of the chief information officer staff assigned
16 to the project;

17 (iii) An implementation schedule covering activities, critical
18 milestones, and deliverables at each stage of the project for the
19 life of the project at each agency affected by the project; and

20 (iv) Performance measures used to determine that the project is
21 on time, within budget, and meeting expectations for quality of work
22 product.

23 (c) A letter from the office of the chief information officer
24 certifying that:

25 (i) The project is consistent with the state's enterprise
26 architecture and other policies developed by the office of the chief
27 information officer;

28 (ii) The agency has the organizational capacity, preparedness,
29 and leadership to implement the project successfully;

30 (iii) The agency has adequately assessed and minimized the risks
31 inherent with the project;

32 (iv) The project has the management, staffing, and oversight
33 resources needed for the cost, complexity, and risks associated with
34 the project;

35 (v) The project has implementation schedules and performance
36 measures for timeliness, deliverables, quality, and budget;

37 (vi) The agency has an adequate risk management plan that also
38 enables the office of the chief information officer to assess,
39 intervene, and take necessary action when performance measures are
40 not being met; and

(vii) For any investment that does not use commercial off-the-shelf or software as a service technology solution, the proposed project represents the best business solution and should not be delayed.

(4) For any project that exceeds two million dollars in total funds to complete or requires more than one biennium to complete:

(a) Quality assurance for the project must report independently to the office of the chief information officer;

(b) The office of the chief information officer must review, and if necessary, revise the proposed project to ensure it is flexible and adaptable to advances in technology; and

(c) The agency must consult with the contracting division of the department of enterprise services for a review of all contracts and agreements related to the project's information technology procurements.

(5) The office of the chief information officer may suspend or terminate a project at any time if the office of the chief information officer determines that the project is not meeting or is not expected to meet anticipated performance measures. Once suspension or termination occurs, the agency shall not make additional expenditures on the project without approval of the state chief information officer. If a project is terminated, the office of financial management must terminate the agency's allocation from the information technology investment revolving account and the agency shall return any remaining funds to the account to be reallocated to other projects by the office of financial management.

(6) Any cost to administer or implement this section for projects contained in LEAP omnibus document (~~((IT-2015))~~) IT-2016, dated (~~((June 28, 2015))~~) March 22, 2016, must be paid from the information technology investment revolving account. For any other information technology project made subject to the conditions, limitations, and review of this section, the cost to implement this section must be paid from the funds for that project.

Sec. 704. 2015 3rd sp.s. c 4 s 712 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER—COUNTY CLERK LEGAL FINANCIAL OBLIGATION GRANTS

General Fund—State Appropriation (FY 2016) \$541,000

General Fund—State Appropriation (FY 2017) \$441,000
TOTAL APPROPRIATION. \$982,000

The appropriations in this section are subject to the following conditions and limitations: By October 1st of each fiscal year, the state treasurer shall distribute the appropriations to the following county clerk offices in the amounts designated as grants for the collection of legal financial obligations pursuant to RCW 2.56.190:

County Clerk	FY 16	FY 17
Adams County Clerk	\$2,103	\$1,714
Asotin County Clerk	\$2,935	\$2,392
Benton County ((and Franklin County)) Clerk	\$18,231	\$14,858
Chelan County Clerk	\$7,399	\$6,030
Clallam County Clerk	\$5,832	\$4,753
Clark County Clerk	\$32,635	\$26,597
Columbia County Clerk	\$384	\$313
Cowlitz County Clerk	\$16,923	\$13,792
Douglas County Clerk	\$3,032	\$2,471
Ferry County Clerk	\$422	\$344
Franklin County Clerk	\$5,486	\$4,471
Garfield County Clerk	\$243	\$198
Grant County Clerk	\$10,107	\$8,237
Grays Harbor County Clerk	\$8,659	\$7,057
Island County Clerk	\$3,059	\$2,493
Jefferson County Clerk	\$1,859	\$1,515
King County Court Clerk	\$119,290	\$97,266
Kitsap County Clerk	\$22,242	\$18,127
Kittitas County Clerk	\$3,551	\$2,894
Klickitat County Clerk	\$2,151	\$1,753
Lewis County Clerk	\$10,340	\$8,427
Lincoln County Clerk	\$724	\$590
Mason County Clerk	\$5,146	\$4,194
Okanogan County Clerk	\$3,978	\$3,242
Pacific County Clerk	\$2,411	\$1,965

1	Pend Orielle County Clerk	\$611	\$498
2	Pierce County Clerk	\$77,102	\$62,837
3	San Juan County Clerk	\$605	\$493
4	Skagit County Clerk	\$11,059	\$9,013
5	Skamania County Clerk	\$1,151	\$938
6	Snohomish County Clerk	\$38,143	\$31,086
7	Spokane County Clerk	\$44,825	\$36,578
8	Stevens County Clerk	\$2,984	\$2,432
9	Thurston County Clerk	\$22,204	\$18,096
10	Wahkiakum County Clerk	\$400	\$326
11	Walla Walla County Clerk	\$4,935	\$4,022
12	Whatcom County Clerk	\$20,728	\$16,893
13	Whitman County Clerk	\$2,048	\$1,669
14	Yakima County Clerk	\$25,063	\$20,426
15			
16	TOTAL APPROPRIATIONS	\$541,000	\$441,000

17 **Sec. 705.** 2015 3rd sp.s. c 4 s 725 (uncodified) is amended to
18 read as follows:

19 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—EMERGENCY DROUGHT RESPONSE**
20 General Fund—State Appropriation (FY 2016). (~~(\$14,000,000)~~)
21 \$6,723,000

22 The appropriation in this section is subject to the following
23 conditions and limitations:

24 (1) The appropriation in this section is provided solely for
25 expenditure into the state drought preparedness account established
26 in RCW 43.83B.430.

27 (2) The appropriation in this section shall be reduced by any
28 expenditures for this purpose under Substitute Senate Bill No. 6125
29 (emergency drought response).

30 NEW SECTION. **Sec. 706.** A new section is added to 2015 3rd sp.s.
31 c 4 (uncodified) to read as follows:

32 **FOR SUNDRY CLAIMS**

33 The following sums, or so much thereof as may be necessary, are
34 appropriated from the general fund for fiscal year 2016, unless

otherwise indicated, for relief of various individuals, firms, and corporations for sundry claims.

(1) These appropriations are to be disbursed on vouchers approved by the director of the department of enterprise services, except as otherwise provided, for reimbursement of criminal defendants acquitted on the basis of self-defense, pursuant to RCW 9A.16.110, as follows:

(a) David Wozny, claim number 99970105.	\$9,832
(b) Hugo Garibay, claim number 99970106.	\$10,246
(c) Emery Christianson, claim number 99970107.	\$7,445
(d) Anton Ehinger, claim number 99970108.	\$6,726
(e) Alan Graham, claim number 99970109.	\$5,495
(f) Joseph Compher, claim number 99970110.	\$32,235
(g) Alex Hallowell, claim number 99970111.	\$22,403
(h) James Clark, claim number 99970112.	\$8,250
(i) David Hill, claim number 99970114.	\$3,056
(j) David Maulen, claim number 99970113.	\$19,726
(k) Stephen White, claim number 99970115.	\$25,097
(l) Richard Brunhaver, claim number 99970116.	\$14,079
(m) James Barnett, claim number 99970117.	\$39,608
(n) Justin Carter, claim number 99970118.	\$35,179
(o) Derrick Moore, claim number 99970119.	\$23,474
(p) Joshua Bessey, claim number 99970120.	\$66,600
(q) Jason Swanberg, claim number 99970121.	\$7,905
(r) Max Willis, claim number 99970123.	\$26,205
(s) Jesica Bush, claim number 99970124.	\$22,990
(t) Rolondo Cavazos, claim number 99970125.	\$32,438
(u) Jared Ha, claim number 99970127.	\$45,104

(2) These appropriations are to be disbursed on vouchers approved by the director of the department of enterprise services, except as otherwise provided, for payment of compensation for wrongful convictions pursuant to RCW 4.100.060, as follows:

Michael Wheeler, claim number 99970122.	\$466,711
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NEW SECTION. **Sec. 707.** A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

**FOR THE OFFICE OF FINANCIAL MANAGEMENT—HOOD CANAL AQUATIC
REHABILITATION BOND ACCOUNT**

General Fund—State Appropriation (FY 2016).	\$3,000
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1 The appropriation in this section is subject to the following
2 conditions and limitations: The appropriation in this section, or so
3 much thereof as may be necessary, is provided solely for expenditure
4 into the hood canal aquatic rehabilitation bond account to ensure the
5 account is not in deficit.

6 NEW SECTION. **Sec. 708.** A new section is added to 2015 3rd sp.s.
7 c 4 (uncodified) to read as follows:

8 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—SPECIAL PERSONNEL LITIGATION**
9 **REVOLVING ACCOUNT**

Aeronautics Account—State.	\$3,000
The Charitable, Educational, Penal and	
Reformatory Institutions Account—State.	\$2,000
State Building Construction Account—State.	\$226,000
EWU Capital Projects Account—State.	\$2,000
WSU Building Account—State.	\$123,000
CWU Capital Projects Account—State.	\$11,000
WWU Capital Projects Account—State.	\$11,000
TESC Capital Projects Account—State.	\$8,000
State Patrol Highway Account—State.	\$126,000
Motorcycle Safety Education Account—State.	\$1,000
Puget Sound Capital Construction Account—State.	\$30,000
High-Occupancy Toll Lanes Operations Account—State.	\$1,000
Transportation Partnership Account—State.	\$136,000
State Wildlife Account—State.	\$1,000
Highway Safety Account—State.	\$175,000
Motor Vehicle Account—State.	\$1,074,000
Puget Sound Ferry Operations Account—State.	\$375,000
Columbia River Basin Water Supply Develop Account—State.	\$1,000
Site Closure Account—State.	\$1,000
Cleanup Settlement Account—State.	\$1,000
State Route Number 520 Corridor Account—State.	\$19,000
State Toxics Control Account—State.	\$120,000
Local Toxics Control Account—State.	\$7,000
Environmental Legacy Stewardship Account—State.	\$4,000
Special Category C Account—State.	\$2,000
Multimodal Transportation Account—State.	\$26,000
Education Construction Account—State.	\$59,000

Recreation Resources Account—State.	\$28,000
NOVA Program Account—State.	\$26,000
Thurston County Capital Facilities Account—State.	\$1,000
Tacoma Narrows Toll Bridge Account—State.	\$5,000
Transportation 2003 Account (Nickel Account)—State.	\$89,000
Water Pollution Control Revolving Account—State.	\$3,000
Nonappropriated or Nonbudgeted Funds.	\$3,971,000
TOTAL FUNDS.	\$6,668,000

The funds provided in this section are subject to the following conditions and limitations:

(1) The funds provided in this section are provided solely for expenditure into the special personnel litigation revolving account for the purpose of paying the settlement in the four related *Moore v. Health Care Authority* lawsuits. Appropriations are also made to individual agencies in this act for settlement of the Moore lawsuits. To facilitate payment, the office of financial management shall invoice agencies based on their liability. Agencies must make payments as directed by the office of financial management.

(2) To facilitate the transfer of moneys from dedicated funds and accounts, the state treasurer and agencies or institutions responsible for funds outside of the treasury shall transfer or expend sufficient moneys from dedicated funds or accounts to the special personnel litigation revolving account in accordance with LEAP document GZA2-2016, dated March 7, 2016.

NEW SECTION. **Sec. 709.** A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT—PUBLIC EMPLOYEE INSURANCE BENEFITS LITIGATION SETTLEMENT

Special Personnel Litigation Revolving Account—State

Appropriation.	\$80,000,000
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The appropriation in this section is subject to the following conditions and limitations: The entire appropriation is provided solely for the purposes of settling all claims in the litigation involving public employee insurance benefits eligibility, as set forth in the General Principles of Settlement. The litigation is composed of four cases, all captioned *Moore, et. al. v. Health Care Authority* and the State of Washington, of which one case is pending in Thurston county superior court and three cases are pending in King

county superior court. The expenditure of this appropriation is contingent on a settlement agreement fully executed by June 30, 2016, and approval by the appropriate court with the related orders entered into by the court by June 30, 2016. In the event that these contingencies are not met, the amounts provided in this section shall lapse.

Sec. 710. 2015 3rd sp.s. c 4 s 722 (uncodified) is amended to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT—LOCAL GOVERNMENT MARIJUANA ENFORCEMENT

General Fund—State Appropriation (FY 2016)	\$6,000,000
General Fund—State Appropriation (FY 2017)	\$6,000,000
TOTAL APPROPRIATION.	\$12,000,000

The appropriations in this section are subject to the following conditions and limitations: The appropriations in this section are provided solely for distribution to local governments pursuant to section 1603 of Second Engrossed Second Substitute House Bill No. 2136 (marijuana revenue). ((If the bill is not enacted by July 10, 2015, the amounts provided in this section shall lapse.)) The amendments in this section are curative, clarifying, and remedial and apply retroactively to July 1, 2015.

NEW SECTION. Sec. 711. LEAN MANAGEMENT STRATEGIES AND EFFICIENCY SAVINGS

2015 3rd sp.s. c 4 s 715 (uncodified) is repealed.

NEW SECTION. Sec. 712. A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT—BEHAVIORAL HEALTH INNOVATION ACCOUNT

General Fund—State Appropriation (FY 2017)	\$6,777,000
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The appropriation in this section is subject to the following conditions and limitations: The appropriation in this section is provided solely for expenditure into the governor's behavioral health innovation fund pursuant to Engrossed Second Substitute House Bill No. 2453 (state hospital oversight) or Substitute Senate Bill No. 6656 (state hospital practices). If neither bill is enacted by June 30, 2016, the amounts provided in this subsection shall lapse.

(End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 2015 3rd sp.s. c 4 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER—STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance premium distributions.	\$9,286,000
General Fund Appropriation for public utility district excise tax distributions.	((\$56,598,000))
	<u>\$57,861,000</u>
General Fund Appropriation for prosecuting attorney distributions.	((\$6,345,000))
	<u>\$6,375,000</u>
General Fund Appropriation for boating safety and education distributions.	\$4,000,000
General Fund Appropriation for other tax distributions.	((\$80,000))
	<u>\$86,000</u>
General Fund Appropriation for habitat conservation program distributions.	((\$3,608,000))
	<u>\$3,848,000</u>
Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies.	\$3,135,000
Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution.	\$140,000
Timber Tax Distribution Account Appropriation for distribution to "timber" counties.	((\$95,716,000))
	<u>\$76,600,000</u>
County Criminal Justice Assistance Appropriation	
When making the fiscal year 2016 and 2017 distributions to Grant county, the state treasurer shall reduce the amount by \$140,000 each year and distribute the remainder to the county. This is the second and third of three reductions that have been made to reimburse the state for a nonqualifying extraordinary criminal justice act payment made to Grant county in fiscal year 2013.	((\$86,648,000))

1		<u>\$86,178,000</u>
2	Municipal Criminal Justice Assistance	
3	Appropriation.	((\$33,601,000))
4		<u>\$33,493,000</u>
5	City-County Assistance Account Appropriation for	
6	local government financial assistance	
7	distribution.	((\$23,630,000))
8		<u>\$24,899,000</u>
9	Liquor Excise Tax Account Appropriation for liquor	
10	excise tax distribution.	((\$50,125,000))
11		<u>\$50,680,000</u>
12	Streamlined Sales and Use Tax Mitigation Account	
13	Appropriation for distribution to local taxing	
14	jurisdictions to mitigate the unintended revenue	
15	redistribution effect of the sourcing law	
16	changes.	((\$47,558,000))
17		<u>\$46,762,000</u>
18	Columbia River Water Delivery Account Appropriation	
19	for the Confederated Tribes of the Colville	
20	Reservation.	((\$7,911,000))
21		<u>\$7,907,000</u>
22	Columbia River Water Delivery Account Appropriation	
23	for the Spokane Tribe of Indians.	((\$5,165,000))
24		<u>\$5,167,000</u>
25	Liquor Revolving Account Appropriation for liquor	
26	profits distribution.	\$98,876,000
27	TOTAL APPROPRIATION.	((\$711,160,000))
28		<u>\$515,293,000</u>
29	The total expenditures from the state treasury under the	
30	appropriations in this section shall not exceed the funds available	
31	under statutory distributions for the stated purposes.	
32	Sec. 802. 2015 3rd sp.s. c 4 s 802 (uncodified) is amended to	
33	read as follows:	
34	FOR THE STATE TREASURER—FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE	
35	ACCOUNT	
36	Impaired Driver Safety Account Appropriation.	((\$2,156,000))
37		<u>\$2,144,000</u>

1 The appropriation in this section is subject to the following
2 conditions and limitations: The amount appropriated in this section
3 shall be distributed quarterly during the 2015-2017 fiscal biennium
4 in accordance with RCW 82.14.310. This funding is provided to
5 counties for the costs of implementing criminal justice legislation
6 including, but not limited to: Chapter 206, Laws of 1998 (drunk
7 driving penalties); chapter 207, Laws of 1998 (DUI penalties);
8 chapter 208, Laws of 1998 (deferred prosecution); chapter 209, Laws
9 of 1998 (DUI/license suspension); chapter 210, Laws of 1998 (ignition
10 interlock violations); chapter 211, Laws of 1998 (DUI penalties);
11 chapter 212, Laws of 1998 (DUI penalties); chapter 213, Laws of 1998
12 (intoxication levels lowered); chapter 214, Laws of 1998 (DUI
13 penalties); chapter 215, Laws of 1998 (DUI provisions); and
14 chapter . . . (SSB 5105), Laws of 2015 (DUI penalties).

15 **Sec. 803.** 2015 3rd sp.s. c 4 s 803 (uncodified) is amended to
16 read as follows:

17 **FOR THE STATE TREASURER—MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**
18 Impaired Driver Safety Account Appropriation. (~~(\$1,437,000)~~)
19 \$1,429,000

20 The appropriation in this section is subject to the following
21 conditions and limitations: The amount appropriated in this section
22 shall be distributed quarterly during the 2015-2017 fiscal biennium
23 to all cities ratably based on population as last determined by the
24 office of financial management. The distributions to any city that
25 substantially decriminalizes or repeals its criminal code after July
26 1, 1990, and that does not reimburse the county for costs associated
27 with criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made
28 to the county in which the city is located. This funding is provided
29 to cities for the costs of implementing criminal justice legislation
30 including, but not limited to: Chapter 206, Laws of 1998 (drunk
31 driving penalties); chapter 207, Laws of 1998 (DUI penalties);
32 chapter 208, Laws of 1998 (deferred prosecution); chapter 209, Laws
33 of 1998 (DUI/license suspension); chapter 210, Laws of 1998 (ignition
34 interlock violations); chapter 211, Laws of 1998 (DUI penalties);
35 chapter 212, Laws of 1998 (DUI penalties); chapter 213, Laws of 1998
36 (intoxication levels lowered); chapter 214, Laws of 1998 (DUI
37 penalties); chapter 215, Laws of 1998 (DUI provisions); and
38 chapter . . . (SSB 5105), Laws of 2015 (DUI penalties).

1 the actual amount of the 2017 annual base payment
 2 to the tobacco settlement account. \$90,000,000
 3 Tobacco Settlement Account: For transfer to the state
 4 general fund, in an amount not to exceed the
 5 annual strategic contribution payment to the
 6 tobacco settlement account for fiscal year 2016. . . \$26,000,000
 7 Tobacco Settlement Account: For transfer to the
 8 state general fund, in an amount not to exceed
 9 the annual strategic contribution payment to
 10 the tobacco settlement account for fiscal year
 11 2017. \$25,400,000
 12 Life Sciences Discovery Fund: For transfer to the
 13 state general fund for fiscal year 2016. \$11,000,000
 14 Energy Freedom Account: For transfer to the state
 15 general fund for fiscal year 2016, an amount
 16 not to exceed the actual ending cash balance
 17 of the fund. \$3,300,000
 18 ~~((Aquatic Lands Enhancement Account: For transfer to~~
 19 ~~the marine resources stewardship trust account,~~
 20 ~~\$125,000 for fiscal year 2016. \$125,000))~~
 21 State Toxics Control Account: For transfer to the
 22 clean up settlement account as repayment of the
 23 loan provided in section 3022(2) chapter 2,
 24 Laws of 2012, 2nd sp. sess. (ESB 6074 2012
 25 supplemental capital budget), \$643,000 for
 26 fiscal year 2016 and \$643,000 for fiscal
 27 year 2017. \$1,286,000
 28 Aquatic Lands Enhancement Account: For transfer
 29 to the clean up settlement account as repayment
 30 of the loan provided in section 3022(2) chapter
 31 2, Laws of 2012, 2nd sp. sess. (ESB 6074 2012
 32 supplemental capital budget), \$643,000 for
 33 fiscal year 2016 and \$643,000 for fiscal
 34 year 2017. \$1,286,000
 35 Home Security Fund Account: For transfer to the
 36 transitional housing operating and rent account,
 37 \$7,500,000 for fiscal year 2016. \$7,500,000
 38 Public Works Assistance Account: For transfer to the
 39 state general fund, \$36,500,000 for fiscal
 40 year 2016 and ~~((\$36,500,000))~~ \$52,500,000 for fiscal

1	year 2017.	((\$73,000,000))
2		<u>\$89,000,000</u>
3	Criminal Justice Treatment Account: For transfer to	
4	the state general fund \$5,652,000 for fiscal	
5	year 2016 and \$5,651,000 for fiscal year 2017. . . .	\$11,303,000
6	Liquor Revolving Account: For transfer to the state	
7	general fund, \$3,000,000 for fiscal year 2016	
8	and \$3,000,000 for fiscal year 2017.	\$6,000,000
9	Flood Control Assistance Account: For transfer	
10	to the state general fund, ((\$1,000,000)) <u>\$1,350,000</u>	
11	for fiscal year 2016 and \$1,000,000 for fiscal year	
12	2017.	((\$2,000,000))
13		<u>\$2,350,000</u>
14	Law Enforcement Officers' and Firefighters' Plan 2	
15	Retirement Fund: For transfer to the local law	
16	enforcement officers' and firefighters'	
17	retirement system benefits improvement account	
18	for fiscal year 2016.	\$15,779,000
19	<u>Aerospace Training Student Loan Account: For</u>	
20	<u>transfer to the state general fund, \$1,000,000</u>	
21	<u>for FY 2016 and \$1,000,000 for FY 2017.</u>	<u>\$2,000,000</u>
22	<u>Water Rights Processing Account: For transfer</u>	
23	<u>to the state drought preparedness account,</u>	
24	<u>\$332,000 for fiscal year 2016.</u>	<u>\$332,000</u>
25	<u>Death Investigations Account: For transfer to</u>	
26	<u>the sexual assault kit account,</u>	
27	<u>\$1,732,000 for fiscal year 2017.</u>	<u>\$1,732,000</u>
28	<u>Fingerprint Identification Account: For</u>	
29	<u>transfer to the sexual assault kit account,</u>	
30	<u>\$1,179,000 for fiscal year 2017.</u>	<u>\$1,179,000</u>
31	<u>Charitable, Educational, Penal, and Reformatory</u>	
32	<u>Institutions Account: For transfer to the state</u>	
33	<u>general fund, \$1,000,000 for fiscal year 2016.</u>	<u>\$1,000,000</u>
34	<u>Marine Resources Stewardship Trust Account: For</u>	
35	<u>transfer to the aquatic lands enhancement account,</u>	
36	<u>\$975,000 for fiscal year 2016.</u>	<u>\$975,000</u>
37	<u>Vessel Response Account: For transfer to the</u>	
38	<u>environmental legacy stewardship account,</u>	
39	<u>\$250,000 for fiscal year 2016.</u>	<u>\$250,000</u>
40	Savings Incentive Account: For transfer to the state	

general fund for fiscal year 2016, an amount attributable
to unspent agency credits excluding those
associated with legislative and judicial agencies. . . . \$1,071,000
Employment Services Administrative Account: For transfer
to the state general fund, \$750,000 for fiscal year 2016
and \$2,250,000 for fiscal year 2017. \$3,000,000
Washington Housing Trust Account: For transfer
to the home security fund account. \$7,000,000
Washington Housing Trust Account: For transfer to
the state general fund for fiscal year 2017. \$3,000,000
Employment Services Administrative Account: For
transfer to the administrative contingency
fund account for fiscal year 2017. \$8,500,000
OFM Labor Relations Service Account: For transfer
to the state general fund for fiscal year 2017. \$1,000,000
Personnel Service Fund: For transfer to the state
general fund for fiscal year 2017. \$500,000
Washington Real Estate Research Account: For
transfer to the state general fund for
fiscal year 2017. \$500,000
Professional Engineers' Account: For transfer
to the state general fund for fiscal year 2017. \$500,000
Real Estate Commission Account: For transfer
to the state general fund for fiscal year 2017. \$500,000

It is the intent of the legislature to continue to transfer the
 excess balance from the criminal justice treatment account to the
 state general fund in the 2017-2019 fiscal biennium, consistent with
 policy in this omnibus appropriations act and in an amount not to
 exceed the projected fund balance.

It is the intent of the legislature to continue to transfer the
 excess balance from the state treasurer's service account to the
 state general fund in the 2017-2019 fiscal biennium, consistent with
 policy in this omnibus appropriations act and in an amount not to
 exceed the projected fund balance.

Sec. 805. 2015 3rd sp.s. c 4 s 806 (uncodified) is amended to
 read as follows:

FOR THE GAMBLING COMMISSION

State Lottery Account: For transfer to gambling

1 revolving account \$1,000,000

2 The transfer in this section is subject to the following
3 conditions and limitations:

4 (1) (~~The commission shall maintain working capital reserves in~~
5 ~~the gambling revolving account of no more than five percent of~~
6 ~~projected expenses in the account~~) This funding is provided solely
7 for the costs of enforcement of gambling activities, including but
8 not limited to evaluation, analysis, and dissemination of information
9 on individuals and groups who are suspected of being involved in
10 illegal gambling and other associated crimes.

11 (2) The commission shall not approve any electronic raffle
12 systems to conduct fifty-fifty raffles until the legislature has
13 reviewed all impacts to the state lottery.

14 (3) The commission is directed to review and reconsider,
15 including repeal, rules adopted to authorize the amusement games
16 classified as group 12 under WAC 230-13-067, recognizing the impact
17 such games may have on state lottery revenues used to support public
18 education programs.

(End of part)

PART IX
MISCELLANEOUS

NEW SECTION. **Sec. 901.** A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

COLLECTIVE BARGAINING AGREEMENT—COALITION OF UNIONS

(1) Modifications to the collective bargaining agreement for the 2015-2017 fiscal biennium, as set forth in a memorandum of understanding, have been reached between the governor and the union of physicians of Washington, amending the coalition of unions collective bargaining agreement under the provisions of chapter 41.80 RCW for the 2015-2017 fiscal biennium. The memorandum of understanding was necessitated by an emergency and an imminent jeopardy determination by the center for medicare and medicaid services that relates to the safety and health of clients and employees. Funding is provided for assignment pay, additional compensation for extra hours worked, and continuing medical education for physicians and psychiatrists. The legislature rejects the memorandum of understanding as a whole.

(2) If a new memorandum of understanding or agreement that meets the conditions and limitations in section 204(2)(o) of this act is reached between the governor and the union of physicians of Washington by June 30, 2016, funding for the memorandum of understanding or agreement shall be considered approved pursuant to RCW 41.80.010, and the parties may execute the memorandum of understanding or agreement retroactive to December 1, 2015. The legislature recognizes that the new memorandum of understanding is necessitated by an emergency and an imminent jeopardy determination by the center for medicare and medicaid services that relates to the safety and health of clients and employees.

(3) This section should not be implemented to allow psychiatric nurse practitioners to engage in activities or perform works and tasks that exceed their scope of practice.

NEW SECTION. **Sec. 902.** A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

COLLECTIVE BARGAINING AGREEMENT—SEIU 1199NW

Modifications to the collective bargaining agreement for the 2015-2017 fiscal biennium, as set forth in memoranda of understanding have been reached between the governor and the service employees

1 international union healthcare 1199nw amending the collective
2 bargaining agreement under the provisions of chapter 41.80 RCW for
3 the 2015-2017 fiscal biennium. The memoranda of understanding was
4 necessitated by an emergency and an imminent jeopardy determination
5 by the center for medicare and medicaid services that relates to the
6 safety and health of clients and employees. Funding is provided for a
7 new weekend schedule premium and a recruitment and retention
8 incentive program for nurse classifications.

9 NEW SECTION. **Sec. 903.** A new section is added to 2015 3rd sp.s.
10 c 4 (uncodified) to read as follows:

11 **UNILATERAL IMPLEMENTATION DUE TO PENDING REPRESENTATION PETITION**

12 Modifications to the collective bargaining agreement between the
13 governor and the Washington federation of state employees general
14 government for 2015-2017 are necessitated by an emergency and an
15 imminent jeopardy determination by the center for medicare and
16 medicaid services that relates to the safety and health of clients
17 and employees. Due to pending representation petitions filed with the
18 public employment relations commission, the governor may not bargain
19 with the Washington federation of state employees, the united
20 professional social workers, nor the union of Washington state
21 psychologists for the classifications affected by modifications.
22 Therefore, the state unilaterally implemented modifications to a
23 collective bargaining agreement under the provisions of chapter 41.80
24 RCW and RCW 41.80.010(9) for the 2015-2017 fiscal biennium,
25 necessitated by the emergency and imminent jeopardy determination by
26 the center for medicare and medicaid services that relates to the
27 safety and health of clients and employees.

28 The governor notified the Washington federation of state
29 employees, the union of Washington state psychologists, and the
30 united professional social workers that, due to business necessity,
31 the state has unilaterally implemented modifications to a collective
32 bargaining agreement under the provisions of chapter 41.80 RCW and
33 RCW 41.80.010(9) for the 2015-2017 fiscal biennium, necessitated by
34 the emergency and imminent jeopardy determination by the center for
35 medicare and medicaid services that relates to the safety and health
36 of clients and employees. Funding is provided for assignment pay for
37 specific medical classes.

NEW SECTION. **Sec. 904.** A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

COLLECTIVE BARGAINING AGREEMENT—TEAMSTERS LOCAL 117

Modifications to the collective bargaining agreement for the 2015-2017 fiscal biennium, as set forth in a memoranda of understanding, have been reached between the governor and the teamsters union local 117 amending the collective bargaining agreement under the provisions of chapter 41.80 RCW for the 2015-2017 fiscal biennium. The memoranda of understanding was necessitated by an emergency and an imminent jeopardy determination by the center for medicare and medicaid services that relates to the safety and health of clients and employees. Funding is provided for salary adjustments for the state employee job classifications of psychiatrist, psychiatric social worker, and psychologist.

NEW SECTION. **Sec. 905.** A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

**SUPPLEMENTAL COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES—
SEIU LOCAL 925 CHILDCARE WORKERS**

(1) An agreement was reached between the governor and the service employees international union local 925 through an interest arbitration decision and under the provisions of chapter 41.56 RCW for the 2015-2017 fiscal biennium. In the 2015 3rd sp.s., the legislature approved the request for funds necessary to implement the compensation and benefit provisions of the agreement. The agreement included two reopener provisions that required the state and union to enter into bargaining to bargain over quality improvement awards and tiered reimbursement subsidy rates for fiscal year 2017 based on the results of the pilot program.

(2) Pursuant to the reopener provisions, a supplemental agreement has been reached for fiscal year 2017 between the governor and the service employees international union local 925 under the provisions of chapter 41.56 RCW. Funding is provided for a variable base rate increase relative to the 2015 market rate survey, an increase to the tiered reimbursement rates at levels three through five, an increase in the quality improvement awards, a new training and quality improvement committee and fund, and a slot based pilot project.

NEW SECTION. **Sec. 906.** A new section is added to 2015 3rd sp.s. c 4 (uncodified) to read as follows:

1 **TARGETED COMPENSATION INCREASES**

2 Funding is provided within agency appropriations for fiscal year
3 2017 for salary adjustments for targeted classified state employee
4 job classifications, except those represented by a collective
5 bargaining unit under chapter 41.80 RCW. The targeted job
6 classifications are related to the job classifications targeted in
7 the modifications to the collective bargaining agreement for
8 2015-2017, as described in sections 901 through 904 of this act. The
9 job classifications include physicians, psychiatrists, psychologists,
10 psychiatric social workers, and registered nurses.

11 NEW SECTION. **Sec. 907.** A new section is added to 2015 3rd sp.s.
12 c 4 (uncodified) to read as follows:

13 **COMPENSATION—INSURANCE BENEFITS**

14 Funding rates for employee insurance benefits were established in
15 the 2015-2017 omnibus appropriations act for represented and
16 nonrepresented employees. The funding rates adopted in that act
17 assume the maintenance of reserves for the public employee benefits
18 program. A reserve rate of seven percent for the premium
19 stabilization account has been established by the legislature, which
20 has been determined to be sufficient under RCW 41.05.140 for the
21 2015-2017 fiscal biennium.

22 **Sec. 908.** 2015 3rd sp.s. c 4 s 932 (uncodified) is amended to
23 read as follows:

24 **COMPENSATION—REPRESENTED EMPLOYEES—SUPER COALITION—INSURANCE**
25 **BENEFITS**

26 An agreement has been reached for the 2015-2017 fiscal biennium
27 between the governor and the health care super coalition under the
28 provisions of chapter 41.80 RCW. Appropriations in this act for state
29 agencies, including institutions of higher education, are sufficient
30 to implement the provisions of the 2015-2017 collective bargaining
31 agreement and are subject to the following conditions and
32 limitations:

33 (1)(a) The monthly employer funding rate for insurance benefit
34 premiums, public employees' benefits board administration, and the
35 uniform medical plan shall not exceed \$840 per eligible employee for
36 fiscal year 2016. For fiscal year 2017, the monthly employer funding
37 rate shall not exceed (~~(\$894)~~) \$888 per eligible employee.

(b) Except as provided by the parties' health care agreement, in order to achieve the level of funding provided for health benefits, the public employees' benefits board shall require any or all of the following: Employee premium copayments, increases in point-of-service cost sharing, the implementation of managed competition, or make other changes to benefits consistent with RCW 41.05.065. The board shall collect a twenty-five dollar per month surcharge payment from members who use tobacco products and a surcharge payment of not less than fifty dollars per month from members who cover a spouse or domestic partner where the spouse or domestic partner has chosen not to enroll in another employer-based group health insurance that has benefits and premiums with an actuarial value of not less than 95 percent of the actuarial value of the public employees' benefits board plan with the largest enrollment. The surcharge payments shall be collected in addition to the member premium payment.

(c) The health care authority shall deposit any moneys received on behalf of the uniform medical plan as a result of rebates on prescription drugs, audits of hospitals, subrogation payments, or any other moneys recovered as a result of prior uniform medical plan claims payments, into the public employees' and retirees' insurance account to be used for insurance benefits. Such receipts shall not be used for administrative expenditures.

(2) The health care authority, subject to the approval of the public employees' benefits board, shall provide subsidies for health benefit premiums to eligible retired or disabled public employees and school district employees who are eligible for medicare, pursuant to RCW 41.05.085. For calendar years 2016 and 2017, the subsidy shall be up to \$150.00 per month.

(3) All savings resulting from reduced claim costs or other factors identified after June 1, 2015, must be reserved for funding employee health benefits in the 2017-2019 fiscal biennium.

Sec. 909. 2015 3rd sp.s. c 4 s 933 (uncodified) is amended to read as follows:

COMPENSATION—REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION—INSURANCE BENEFITS

Appropriations for state agencies in this act are sufficient for represented employees outside the super coalition for health benefits, and are subject to the following conditions and limitations:

1 (1)(a) The monthly employer funding rate for insurance benefit
2 premiums, public employees' benefits board administration, and the
3 uniform medical plan shall not exceed \$840 per eligible employee for
4 fiscal year 2016. For fiscal year 2017, the monthly employer funding
5 rate shall not exceed (~~(\$894)~~) \$888 per eligible employee.

6 (b) In order to achieve the level of funding provided for health
7 benefits, the public employees' benefits board shall require any or
8 all of the following: Employee premium copayments, increases in
9 point-of-service cost sharing, the implementation of managed
10 competition, or make other changes to benefits consistent with RCW
11 41.05.065. The board shall collect a twenty-five dollar per month
12 surcharge payment from members who use tobacco products and a
13 surcharge payment of not less than fifty dollars per month from
14 members who cover a spouse or domestic partner where the spouse or
15 domestic partner has chosen not to enroll in another employer-based
16 group health insurance that has benefits and premiums with an
17 actuarial value of not less than 95 percent of the actuarial value of
18 the public employees' benefits board plan with the largest
19 enrollment. The surcharge payments shall be collected in addition to
20 the member premium payment.

21 (c) The health care authority shall deposit any moneys received
22 on behalf of the uniform medical plan as a result of rebates on
23 prescription drugs, audits of hospitals, subrogation payments, or any
24 other moneys recovered as a result of prior uniform medical plan
25 claims payments, into the public employees' and retirees' insurance
26 account to be used for insurance benefits. Such receipts shall not be
27 used for administrative expenditures.

28 (2) The health care authority, subject to the approval of the
29 public employees' benefits board, shall provide subsidies for health
30 benefit premiums to eligible retired or disabled public employees and
31 school district employees who are eligible for medicare, pursuant to
32 RCW 41.05.085. For calendar years 2016 and 2017, the subsidy shall be
33 up to \$150.00 per month.

34 (3) All savings resulting from reduced claim costs or other
35 factors identified after June 1, 2015, must be reserved for funding
36 employee health benefits in the 2017-2019 fiscal biennium.

37 **Sec. 910.** 2015 3rd sp.s. c 4 s 938 (uncodified) is amended to
38 read as follows:

39 **COMPENSATION—NONREPRESENTED EMPLOYEES—INSURANCE BENEFITS**

1 Appropriations for state agencies in this act are sufficient for
2 nonrepresented state employee health benefits for state agencies,
3 including institutions of higher education, and are subject to the
4 following conditions and limitations:

5 (1)(a) The monthly employer funding rate for insurance benefit
6 premiums, public employees' benefits board administration, and the
7 uniform medical plan, shall not exceed \$840 per eligible employee for
8 fiscal year 2016. For fiscal year 2017, the monthly employer funding
9 rate shall not exceed (~~(\$894)~~) \$888 per eligible employee.

10 (b) In order to achieve the level of funding provided for health
11 benefits, the public employees' benefits board shall require or make
12 any or all of the following: Employee premium copayments, increases
13 in point-of-service cost sharing, the implementation of managed
14 competition, or make other changes to benefits consistent with RCW
15 41.05.065. The board shall collect a twenty-five dollar per month
16 surcharge payment from members who use tobacco products and a
17 surcharge payment of not less than fifty dollars per month from
18 members who cover a spouse or domestic partner where the spouse or
19 domestic partner has chosen not to enroll in another employer-based
20 group health insurance that has benefits and premiums with an
21 actuarial value of not less than 95 percent of the actuarial value of
22 the public employees' benefits board plan with the largest
23 enrollment. The surcharge payments shall be collected in addition to
24 the member premium payment.

25 (c) The health care authority shall deposit any moneys received
26 on behalf of the uniform medical plan as a result of rebates on
27 prescription drugs, audits of hospitals, subrogation payments, or any
28 other moneys recovered as a result of prior uniform medical plan
29 claims payments, into the public employees' and retirees' insurance
30 account to be used for insurance benefits. Such receipts shall not be
31 used for administrative expenditures.

32 (2) The health care authority, subject to the approval of the
33 public employees' benefits board, shall provide subsidies for health
34 benefit premiums to eligible retired or disabled public employees and
35 school district employees who are eligible for medicare, pursuant to
36 RCW 41.05.085. For calendar years 2016 and 2017, the subsidy shall be
37 up to \$150 per month.

38 (3) Technical colleges, school districts, and educational service
39 districts shall remit to the health care authority for deposit into

1 the public employees' and retirees' insurance account established in
2 RCW 41.05.120 the following amounts:

3 (a) For each full-time employee, \$65.25 per month beginning
4 September 1, 2015, and ((~~\$70.45~~)) \$64.39 beginning September 1, 2016;
5 and

6 (b) For each part-time employee, who at the time of the
7 remittance is employed in an eligible position as defined in RCW
8 41.32.010 or 41.40.010 and is eligible for employer fringe benefit
9 contributions for basic benefits, \$65.25 each month beginning
10 September 1, 2015, and ((~~\$70.45~~)) \$64.39 beginning September 1, 2016,
11 prorated by the proportion of employer fringe benefit contributions
12 for a full-time employee that the part-time employee receives. The
13 remittance requirements specified in this subsection (3) shall not
14 apply to employees of a technical college, school district, or
15 educational service district who purchase insurance benefits through
16 contracts with the health care authority.

17 (4) All savings resulting from reduced claim costs or other
18 factors identified after June 1, 2015, must be reserved for funding
19 employee health benefits in the 2017-2019 fiscal biennium.

20 **Sec. 911.** 2015 3rd sp.s. c 4 s 944 (uncodified) is amended to
21 read as follows:

22 **IT PROJECT OVERSIGHT AND BUDGETING TASK FORCE**

23 (1) The IT project oversight and budgeting task force is created.
24 It is comprised of the chairs and ranking minority members, or their
25 designees, of the house of representatives appropriations committee
26 and the senate ways and means committee, and one member each from the
27 two largest caucuses of the senate and the two largest caucuses of
28 the house of representatives. The director of financial management
29 and the state chief information officer, or their designees, are
30 members of the task force. The task force is chaired jointly by the
31 chair of the house of representatives appropriations committee and
32 the chair of the senate ways and means committee. The task force is
33 staffed by the house of representatives office of program research
34 and senate committee services. The task force shall coordinate its
35 activities with the technology services board created in RCW
36 43.41A.070 and use board members, their experience and expertise as a
37 resource in task force activities.

38 (2) The task force will review the current IT project
39 development, project oversight, and budgeting processes in Washington

1 state, as well as processes used in other states and large private
2 sector organizations. The task force will review options to increase
3 enterprise wide IT solutions, improve project development and
4 oversight processes in Washington, and to better integrate these
5 processes with the budget process. The committee will also review
6 budgeting for IT projects and make recommendations regarding how
7 budgeting for IT spending in Washington might be more efficient. In
8 its review, the task force should consider options such as a separate
9 IT budget as a subset of the operating budget or a more long-term
10 planning process like the 10- year capital budget project planning
11 process.

12 (3) The task force will report on any findings and
13 recommendations it develops by December 2015 to the house of
14 representatives appropriations committee, the house of
15 representatives general government and information technology
16 committee, the senate ways and means committee, the senate government
17 operating and security committee, and the governor.

18 (4) This section expires on December 31, ((2015)) 2016.

19 **Sec. 912.** RCW 18.20.430 and 2012 c 10 s 32 are each amended to
20 read as follows:

21 The assisted living facility temporary management account is
22 created in the custody of the state treasurer. All receipts from
23 civil penalties imposed under this chapter must be deposited into the
24 account. Only the director or the director's designee may authorize
25 expenditures from the account. The account is subject to allotment
26 procedures under chapter 43.88 RCW, but an appropriation is not
27 required for expenditures. Expenditures from the account may be used
28 only for the protection of the health, safety, welfare, or property
29 of residents of assisted living facilities found to be deficient.
30 Uses of the account include, but are not limited to:

31 (1) Payment for the costs of relocation of residents to other
32 facilities;

33 (2) Payment to maintain operation of an assisted living facility
34 pending correction of deficiencies or closure, including payment of
35 costs associated with temporary management authorized under this
36 chapter; and

37 (3) Reimbursement of residents for personal funds or property
38 lost or stolen when the resident's personal funds or property cannot

1 be recovered from the assisted living facility or third-party
2 insurer.

3 During the 2015-2017 fiscal biennium, the account may be expended for
4 funding the costs associated with the assisted living program.

5 **Sec. 913.** RCW 18.43.150 and 2013 2nd sp.s. c 4 s 954 are each
6 amended to read as follows:

7 All fees collected under the provisions of RCW 18.43.050,
8 18.43.060, 18.43.080, 18.43.100, and 18.43.130 and fines collected
9 under RCW 18.43.110 shall be paid into the professional engineers'
10 account, which account is hereby established in the state treasury to
11 be used to carry out the purposes and provisions of RCW 18.43.050,
12 18.43.060, 18.43.080, 18.43.100, 18.43.110, 18.43.120, 18.43.130, and
13 all other duties required for operation and enforcement of this
14 chapter. During the 2013-2015 and 2015-2017 fiscal biennium, the
15 legislature may transfer moneys from the professional engineers'
16 account to the state general fund such amounts as reflect the excess
17 fund balance of the fund.

18 **Sec. 914.** RCW 18.85.061 and 2013 2nd sp.s. c 4 s 955 are each
19 amended to read as follows:

20 All fees required under this chapter shall be set by the director
21 in accordance with RCW 43.24.086 and shall be paid to the state
22 treasurer. All fees paid under the provisions of this chapter shall
23 be placed in the real estate commission account in the state
24 treasury. All money derived from fines imposed under this chapter
25 shall be deposited in the real estate education program account
26 created in RCW 18.85.321. During the 2013-2015 and 2015-2017 fiscal
27 biennium, the legislature may transfer to the state general fund such
28 amounts as reflect the excess fund balance in the real estate
29 commission account.

30 **Sec. 915.** RCW 18.85.461 and 2015 c 175 s 2 are each amended to
31 read as follows:

32 (1) The Washington real estate research account is created in the
33 state treasury. All receipts from the fee under RCW 18.85.451 shall
34 be deposited into the account. Moneys in the account may be spent
35 only after appropriation. Expenditures from the account may be used
36 only for the purposes of RCW 18.85.471.

1 (2) During the 2015-2017 fiscal biennium, the legislature may
2 transfer moneys from the real estate research account to the state
3 general fund such amounts as reflect the excess fund balance of the
4 account.

5 (3) This section expires September 30, 2025.

6 **Sec. 916.** RCW 19.02.210 and 2013 c 144 s 27 are each amended to
7 read as follows:

8 The business license account is created in the state treasury.
9 Unless otherwise indicated in RCW 19.02.075, all receipts from
10 handling and business license delinquency fees must be deposited into
11 the account. Moneys in the account may be spent only after
12 appropriation beginning in fiscal year 1993. Expenditures from the
13 account may be used only to administer the business licensing service
14 program. During the 2015-2017 fiscal biennium, moneys from the
15 business license account may be used for operations of the department
16 of revenue.

17 **Sec. 917.** RCW 28B.122.050 and 2012 c 50 s 7 are each amended to
18 read as follows:

19 (1) The aerospace training student loan account is created in the
20 custody of the state treasurer. No appropriation is required for
21 expenditures of funds from the account for student loans. An
22 appropriation is required for expenditures of funds from the account
23 for costs associated with program administration by the office. The
24 account is not subject to allotment procedures under chapter 43.88
25 RCW.

26 (2) The office shall deposit into the account all moneys received
27 for the program. The account shall be self-sustaining and consist of
28 moneys received for the program by the office, and receipts from
29 participant repayments, including principal and interest.

30 (3) Expenditures from the account may be used solely for student
31 loans to participants in the program established by this chapter and
32 costs associated with program administration by the office.

33 (4) Disbursements from the account may be made only on the
34 authorization of the office.

35 (5) During the 2015-2017 fiscal biennium, the legislature may
36 transfer from the aerospace training student loan account to the
37 state general fund such amounts as reflect the excess fund balance of
38 the account.

1 **Sec. 918.** RCW 38.52.105 and 2010 2nd sp.s. c 1 s 901 are each
2 amended to read as follows:

3 The disaster response account is created in the state treasury.
4 Moneys may be placed in the account from legislative appropriations
5 and transfers, federal appropriations, or any other lawful source.
6 Moneys in the account may be spent only after appropriation.
7 Expenditures from the account may be used only for support of state
8 agency and local government disaster response and recovery efforts
9 and to reimburse the workers' compensation funds and self-insured
10 employers under RCW 51.16.220. During the 2009-2011 fiscal biennium,
11 the legislature may transfer from the disaster response account to
12 the state drought preparedness account such amounts as reflect the
13 excess fund balance of the account to support expenditures related to
14 a state drought declaration. During the 2009-2011 fiscal biennium,
15 the legislature may transfer from the disaster response account to
16 the state general fund such amounts as reflect the excess fund
17 balance of the account. During the 2015-2017 fiscal biennium,
18 expenditures from the disaster response account may be used for
19 military department operations and to support wildland fire
20 suppression preparedness, prevention, and restoration activities by
21 state agencies and local governments. The legislature intends to
22 transfer in the 2017-2019 fiscal biennium from the disaster response
23 account to the state general fund amounts as reflect the excess fund
24 balance of the disaster response account from federal grants and
25 other revenues directed into the account.

26 **Sec. 919.** RCW 41.06.280 and 2013 2nd sp.s. c 4 s 968 are each
27 amended to read as follows:

28 There is hereby created a fund within the state treasury,
29 designated as the "personnel service fund," to be used by the office
30 of financial management as a revolving fund for the payment of
31 salaries, wages, and operations required for the administration of
32 the provisions of this chapter, applicable provisions of chapter
33 41.04 RCW, and chapter 41.60 RCW. An amount not to exceed one and
34 one-half percent of the salaries and wages for all positions in the
35 classified service in each of the agencies subject to this chapter,
36 except the institutions of higher education, shall be charged to the
37 operations appropriations of each agency and credited to the
38 personnel service fund as the allotments are approved pursuant to
39 chapter 43.88 RCW. Subject to the above limitations, the amount shall

1 be charged against the allotments pro rata, at a rate to be fixed by
2 the director from time to time which, together with income derived
3 from services rendered under RCW 41.06.080, will provide the office
4 of financial management with funds to meet its anticipated
5 expenditures during the allotment period, including the training
6 requirements in RCW 41.06.500 and 41.06.530. All revenues, net of
7 expenditures, previously derived from services provided by the
8 department of enterprise services under RCW 41.06.080 must be
9 transferred to the enterprise services account.

10 The director shall fix the terms and charges for services
11 rendered by the office of financial management pursuant to RCW
12 41.06.080, which amounts shall be credited to the personnel service
13 fund and charged against the proper fund or appropriation of the
14 recipient of such services on a monthly basis. Payment for services
15 so rendered under RCW 41.06.080 shall be made on a monthly basis to
16 the state treasurer and deposited in the personnel service fund.

17 Moneys from the personnel service fund shall be disbursed by the
18 state treasurer by warrants on vouchers duly authorized by the office
19 of financial management.

20 During the 2013-2015 and 2015-2017 fiscal biennium, the
21 legislature may transfer from the personnel service fund to the state
22 general fund such amounts as reflect the excess fund balance of the
23 account.

24 **Sec. 920.** RCW 41.16.050 and 2007 c 218 s 22 are each amended to
25 read as follows:

26 (1) There is hereby created and established in the treasury of
27 each municipality a fund which shall be known and designated as the
28 firefighters' pension fund, which shall consist of: ~~((+1))~~ (a) All
29 bequests, fees, gifts, emoluments, or donations given or paid
30 thereto; ~~((+2))~~ (b) twenty-five percent of all moneys received by
31 the state from taxes on fire insurance premiums; ~~((+3))~~ (c) taxes
32 paid pursuant to the provisions of RCW 41.16.060; ~~((+4))~~ (d)
33 interest on the investments of the fund; and ~~((+5))~~ (e)
34 contributions by firefighters as provided ~~((for herein))~~ in this
35 section. Except as provided in subsection (2) of this section, the
36 moneys received from the tax on fire insurance premiums under the
37 provisions of this chapter shall be distributed in the proportion
38 that the number of paid firefighters in the city, town, or fire
39 protection district bears to the total number of paid firefighters

1 throughout the state to be ascertained in the following manner: The
2 secretary of the firefighters' pension board of each city, town, and
3 fire protection district now or hereafter coming under the provisions
4 of this chapter shall within thirty days after June 7, 1961, and on
5 or before the fifteenth day of January thereafter, certify to the
6 state treasurer the number of paid firefighters in the fire
7 department in such city, town, or fire protection district. For any
8 city or town annexed by a fire protection district at any time
9 before, on, or after June 9, 1994, the city or town shall continue to
10 certify to the state treasurer the number of paid firefighters in the
11 city or town fire department immediately before annexation until all
12 obligations against the firefighters' pension fund in the city or
13 town have been satisfied. For the purposes of the calculation in this
14 section, the state treasurer shall subtract the number certified by
15 the annexed city or town from the number of paid firefighters
16 certified by an annexing fire protection district. The state
17 treasurer shall on or before the first day of June of each year
18 deliver to the treasurer of each city, town, and fire protection
19 district coming under the provisions of this chapter his or her
20 warrant, payable to each city, town, or fire protection district for
21 the amount due such city, town or fire protection district
22 ascertained as herein provided and the treasurer of each such city,
23 town, or fire protection district shall place the amount thereof to
24 the credit of the firefighters' pension fund of such city, town, or
25 fire protection district.

26 (2)(a) For fiscal year 2017, twenty-five percent of all moneys
27 received by the state from taxes on fire insurance premiums shall be
28 distributed to eligible cities, towns, and fire protection districts
29 in the amount of two thousand dollars for each firefighter eligible
30 to receive benefits from the fund or the amount of funds distributed
31 to that city or town during fiscal year 2016, whichever is less.

32 (b) To be eligible for a distribution, a city or town must
33 demonstrate that the tax levy under RCW 41.16.060 is being levied at
34 the rate of twenty-two and one-half cents per thousand dollars of
35 assessed value and that the total proceeds from this levy cannot meet
36 the estimated demands on the fund or maintain the actuarial soundness
37 of the fund. If any portion of the tax levy under RCW 41.16.060 has
38 been reduced, in whole or in part, or if the levy is being used for
39 any other municipal purpose, the city or town is not eligible for a
40 distribution under (a) of this subsection.

1 (c) The secretary of the firefighters' pension board of each
2 city, town, and fire protection district under the provisions of this
3 chapter on the effective date of this section shall by the thirtieth
4 day of each January certify to the state treasurer the number of
5 firefighters eligible to receive benefits from its fund in the
6 preceding calendar year, the total amount of benefits paid from the
7 fund, the moneys deposited into the fund to maintain its actuarial
8 soundness, and the total amount of moneys collected from the tax levy
9 under RCW 41.16.060 the preceding calendar year. To assist the state
10 treasurer, the department of revenue must audit the tax levy
11 information provided by the city or town by the first business day of
12 May.

13 (d) If the state treasurer determines a distribution is due, the
14 state treasurer shall by the first business day of June of each year
15 deliver to the treasurer of each city, town, and fire protection
16 district a warrant payable to each city, town, or fire protection
17 district for the amount due under this section and the treasurer of
18 each city, town, or fire protection district shall deposit the
19 warrant into the firefighters' pension fund of such city, town, or
20 fire protection district. If any amount remains after distributions
21 to cities, towns, and fire protection districts, the excess amount
22 shall be deposited into the disaster response account in RCW
23 38.52.105.

24 (e) It is the intent of the legislature to continue the policy
25 under this subsection during the 2017-2019 fiscal biennium as it
26 investigates whether this distribution should continue or be modified
27 or terminated.

28 **Sec. 921.** RCW 41.26.802 and 2015 3rd sp.s. c 4 s 950 are each
29 amended to read as follows:

30 (1) By September 30, 2011, if the prior fiscal biennium's general
31 state revenues exceed the previous fiscal biennium's revenues by more
32 than five percent, subject to appropriation by the legislature, the
33 state treasurer shall transfer five million dollars to the local
34 public safety enhancement account.

35 (2) By September 30, 2017, and by September 30 of each
36 odd-numbered year thereafter, if the prior fiscal biennium's general
37 state revenues exceed the previous fiscal biennium's revenues by more
38 than five percent, subject to appropriation by the legislature, the
39 state treasurer shall transfer the lesser of one-third of the

1 increase, or fifty million dollars, to the local public safety
2 enhancement account.

3 (3) It is the intent of the legislature to fund the portion of
4 the distribution in 2017 dedicated to the local law enforcement
5 officers' and firefighters' retirement system benefits improvement
6 account through alternate means, which may include transfers from the
7 law enforcement officers' and firefighters' plan 2 retirement fund.

8 **Sec. 922.** RCW 41.45.035 and 2012 1st sp.s. c 7 s 7 are each
9 amended to read as follows:

10 (1) Beginning July 1, 2001, the following long-term economic
11 assumptions shall be used by the state actuary for the purposes of
12 RCW 41.45.030:

13 (a) The growth in inflation assumption shall be 3.5 percent;

14 (b) The growth in salaries assumption, exclusive of merit or
15 longevity increases, shall be 4.5 percent;

16 (c) The investment rate of return assumption shall be 8 percent;
17 ((and))

18 (d) The growth in system membership assumption shall be 1.25
19 percent for the public employees' retirement system, the public
20 safety employees' retirement system, the school employees' retirement
21 system, and the law enforcement officers' and firefighters'
22 retirement system. The assumption shall be .90 percent for the
23 teachers' retirement system; and

24 (e) From July 1, 2016, until July 1, 2017, the growth in system
25 membership for the teachers' retirement system shall be 1.25 percent.
26 It is the intent of the legislature to continue this growth rate
27 assumption in the 2017-2019 fiscal biennium.

28 (2) Beginning July 1, 2009, the growth in salaries assumption for
29 the public employees' retirement system, the public safety employees'
30 retirement system, the teachers' retirement system, the school
31 employees' retirement system, plan 1 of the law enforcement officers'
32 and firefighters' retirement system, and the Washington state patrol
33 retirement system, exclusive of merit or longevity increases, shall
34 be the sum of:

35 (a) The growth in inflation assumption in subsection (1)(a) of
36 this section; and

37 (b) The productivity growth assumption of 0.5 percent.

38 (3) The following investment rate of return assumptions for the
39 public employees' retirement system, the public safety employees'

1 retirement system, the teachers' retirement system, the school
2 employees' retirement system, plan 1 of the law enforcement officers'
3 and firefighters' retirement system, and the Washington state patrol
4 retirement system, shall be used by the state actuary for the
5 purposes of RCW 41.45.030:

6 (a) Beginning July 1, 2013, the investment rate of return
7 assumption shall be 7.9 percent.

8 (b) Beginning July 1, 2015, the investment rate of return
9 assumption shall be 7.8 percent.

10 (c) Beginning July 1, 2017, the investment rate of return
11 assumption shall be 7.7 percent.

12 (d) For valuation purposes, the state actuary shall only use the
13 assumptions in (a) through (c) of this subsection after the effective
14 date in (a) through (c) of this subsection.

15 (e) By June 1, 2017, the state actuary shall submit to the
16 council information regarding the experience and financial condition
17 of each state retirement system, and make recommendations regarding
18 the long-term investment rate of return assumptions set forth in this
19 subsection. The council shall review this and such other information
20 as it may require.

21 (4)(a) Beginning with actuarial studies done after July 1, 2003,
22 changes to plan asset values that vary from the long-term investment
23 rate of return assumption shall be recognized in the actuarial value
24 of assets over a period that varies up to eight years depending on
25 the magnitude of the deviation of each year's investment rate of
26 return relative to the long-term rate of return assumption. Beginning
27 with actuarial studies performed after July 1, 2004, the actuarial
28 value of assets shall not be greater than one hundred thirty percent
29 of the market value of assets as of the valuation date or less than
30 seventy percent of the market value of assets as of the valuation
31 date. Beginning April 1, 2004, the council, by affirmative vote of
32 four councilmembers, may adopt changes to this asset value smoothing
33 technique. Any changes adopted by the council shall be subject to
34 revision by the legislature.

35 (b) The state actuary shall periodically review the
36 appropriateness of the asset smoothing method in this section and
37 recommend changes to the council as necessary. Any changes adopted by
38 the council shall be subject to revision by the legislature.

1 **Sec. 923.** RCW 41.80.010 and 2013 2nd sp.s. c 4 s 971 are each
2 amended to read as follows:

3 (1) For the purpose of negotiating collective bargaining
4 agreements under this chapter, the employer shall be represented by
5 the governor or governor's designee, except as provided for
6 institutions of higher education in subsection (4) of this section.

7 (2)(a) If an exclusive bargaining representative represents more
8 than one bargaining unit, the exclusive bargaining representative
9 shall negotiate with each employer representative as designated in
10 subsection (1) of this section one master collective bargaining
11 agreement on behalf of all the employees in bargaining units that the
12 exclusive bargaining representative represents. For those exclusive
13 bargaining representatives who represent fewer than a total of five
14 hundred employees each, negotiation shall be by a coalition of all
15 those exclusive bargaining representatives. The coalition shall
16 bargain for a master collective bargaining agreement covering all of
17 the employees represented by the coalition. The governor's designee
18 and the exclusive bargaining representative or representatives are
19 authorized to enter into supplemental bargaining of agency-specific
20 issues for inclusion in or as an addendum to the master collective
21 bargaining agreement, subject to the parties' agreement regarding the
22 issues and procedures for supplemental bargaining. This section does
23 not prohibit cooperation and coordination of bargaining between two
24 or more exclusive bargaining representatives.

25 (b) This subsection (2) does not apply to exclusive bargaining
26 representatives who represent employees of institutions of higher
27 education, except when the institution of higher education has
28 elected to exercise its option under subsection (4) of this section
29 to have its negotiations conducted by the governor or governor's
30 designee under the procedures provided for general government
31 agencies in subsections (1) through (3) of this section.

32 (c) If five hundred or more employees of an independent state
33 elected official listed in RCW 43.01.010 are organized in a
34 bargaining unit or bargaining units under RCW 41.80.070, the official
35 shall be consulted by the governor or the governor's designee before
36 any agreement is reached under (a) of this subsection concerning
37 supplemental bargaining of agency specific issues affecting the
38 employees in such bargaining unit.

39 (3) The governor shall submit a request for funds necessary to
40 implement the compensation and fringe benefit provisions in the

1 master collective bargaining agreement or for legislation necessary
2 to implement the agreement. Requests for funds necessary to implement
3 the provisions of bargaining agreements shall not be submitted to the
4 legislature by the governor unless such requests:

5 (a) Have been submitted to the director of the office of
6 financial management by October 1 prior to the legislative session at
7 which the requests are to be considered; and

8 (b) Have been certified by the director of the office of
9 financial management as being feasible financially for the state.

10 The legislature shall approve or reject the submission of the
11 request for funds as a whole. The legislature shall not consider a
12 request for funds to implement a collective bargaining agreement
13 unless the request is transmitted to the legislature as part of the
14 governor's budget document submitted under RCW 43.88.030 and
15 43.88.060. If the legislature rejects or fails to act on the
16 submission, either party may reopen all or part of the agreement or
17 the exclusive bargaining representative may seek to implement the
18 procedures provided for in RCW 41.80.090.

19 (4)(a)(i) For the purpose of negotiating agreements for
20 institutions of higher education, the employer shall be the
21 respective governing board of each of the universities, colleges, or
22 community colleges or a designee chosen by the board to negotiate on
23 its behalf.

24 (ii) A governing board of a university or college may elect to
25 have its negotiations conducted by the governor or governor's
26 designee under the procedures provided for general government
27 agencies in subsections (1) through (3) of this section, except that:

28 (A) The governor or the governor's designee and an exclusive
29 bargaining representative shall negotiate one master collective
30 bargaining agreement for all of the bargaining units of employees of
31 a university or college that the representative represents; or

32 (B) If the parties mutually agree, the governor or the governor's
33 designee and an exclusive bargaining representative shall negotiate
34 one master collective bargaining agreement for all of the bargaining
35 units of employees of more than one university or college that the
36 representative represents.

37 (iii) A governing board of a community college may elect to have
38 its negotiations conducted by the governor or governor's designee
39 under the procedures provided for general government agencies in
40 subsections (1) through (3) of this section.

1 (b) Prior to entering into negotiations under this chapter, the
2 institutions of higher education or their designees shall consult
3 with the director of the office of financial management regarding
4 financial and budgetary issues that are likely to arise in the
5 impending negotiations.

6 (c)(i) In the case of bargaining agreements reached between
7 institutions of higher education other than the University of
8 Washington and exclusive bargaining representatives agreed to under
9 the provisions of this chapter, if appropriations are necessary to
10 implement the compensation and fringe benefit provisions of the
11 bargaining agreements, the governor shall submit a request for such
12 funds to the legislature according to the provisions of subsection
13 (3) of this section, except as provided in (c)(iii) of this
14 subsection.

15 (ii) In the case of bargaining agreements reached between the
16 University of Washington and exclusive bargaining representatives
17 agreed to under the provisions of this chapter, if appropriations are
18 necessary to implement the compensation and fringe benefit provisions
19 of a bargaining agreement, the governor shall submit a request for
20 such funds to the legislature according to the provisions of
21 subsection (3) of this section, except as provided in this subsection
22 (4)(c)(ii) and as provided in (c)(iii) of this subsection.

23 (A) If appropriations of less than ten thousand dollars are
24 necessary to implement the provisions of a bargaining agreement, a
25 request for such funds shall not be submitted to the legislature by
26 the governor unless the request has been submitted to the director of
27 the office of financial management by October 1 prior to the
28 legislative session at which the request is to be considered.

29 (B) If appropriations of ten thousand dollars or more are
30 necessary to implement the provisions of a bargaining agreement, a
31 request for such funds shall not be submitted to the legislature by
32 the governor unless the request:

33 (I) Has been submitted to the director of the office of financial
34 management by October 1 prior to the legislative session at which the
35 request is to be considered; and

36 (II) Has been certified by the director of the office of
37 financial management as being feasible financially for the state.

38 (C) If the director of the office of financial management does
39 not certify a request under (c)(ii)(B) of this subsection as being
40 feasible financially for the state, the parties shall enter into

1 collective bargaining solely for the purpose of reaching a mutually
2 agreed upon modification of the agreement necessary to address the
3 absence of those requested funds. The legislature may act upon the
4 compensation and fringe benefit provisions of the modified collective
5 bargaining agreement if those provisions are agreed upon and
6 submitted to the office of financial management and legislative
7 budget committees before final legislative action on the biennial or
8 supplemental operating budget by the sitting legislature.

9 (iii) In the case of a bargaining unit of employees of
10 institutions of higher education in which the exclusive bargaining
11 representative is certified during or after the conclusion of a
12 legislative session, the legislature may act upon the compensation
13 and fringe benefit provisions of the unit's initial collective
14 bargaining agreement if those provisions are agreed upon and
15 submitted to the office of financial management and legislative
16 budget committees before final legislative action on the biennial or
17 supplemental operating budget by the sitting legislature.

18 (5) There is hereby created a joint committee on employment
19 relations, which consists of two members with leadership positions in
20 the house of representatives, representing each of the two largest
21 caucuses; the chair and ranking minority member of the house
22 appropriations committee, or its successor, representing each of the
23 two largest caucuses; two members with leadership positions in the
24 senate, representing each of the two largest caucuses; and the chair
25 and ranking minority member of the senate ways and means committee,
26 or its successor, representing each of the two largest caucuses. The
27 governor shall periodically consult with the committee regarding
28 appropriations necessary to implement the compensation and fringe
29 benefit provisions in the master collective bargaining agreements,
30 and upon completion of negotiations, advise the committee on the
31 elements of the agreements and on any legislation necessary to
32 implement the agreements.

33 (6) If, after the compensation and fringe benefit provisions of
34 an agreement are approved by the legislature, a significant revenue
35 shortfall occurs resulting in reduced appropriations, as declared by
36 proclamation of the governor or by resolution of the legislature,
37 both parties shall immediately enter into collective bargaining for a
38 mutually agreed upon modification of the agreement.

39 (7) After the expiration date of a collective bargaining
40 agreement negotiated under this chapter, all of the terms and

1 conditions specified in the collective bargaining agreement remain in
2 effect until the effective date of a subsequently negotiated
3 agreement, not to exceed one year from the expiration date stated in
4 the agreement. Thereafter, the employer may unilaterally implement
5 according to law.

6 (8) For the 2013-2015 fiscal biennium, a collective bargaining
7 agreement related to employee health care benefits negotiated between
8 the employer and coalition pursuant to RCW 41.80.020(3) regarding the
9 dollar amount expended on behalf of each employee shall be a separate
10 agreement for which the governor may request funds necessary to
11 implement the agreement. The legislature may act upon a 2013-2015
12 collective bargaining agreement related to employee health care
13 benefits if an agreement is reached and submitted to the office of
14 financial management and legislative budget committees before final
15 legislative action on the biennial or supplemental operating
16 appropriations act by the sitting legislature.

17 (9)(a) For the 2015-2017 fiscal biennium, the governor may
18 request funds to implement:

19 (i) Modifications to collective bargaining agreements as set
20 forth in a memorandum of understanding negotiated between the
21 employer and the service employees international union healthcare
22 1199nw, an exclusive bargaining representative, that was necessitated
23 by an emergency situation or an imminent jeopardy determination by
24 the center for medicare and medicaid services that relates to the
25 safety or health of the clients, employees, or both the clients and
26 employees.

27 (ii) Unilaterally implemented modifications to collective
28 bargaining agreements, resulting from the employer being prohibited
29 from negotiating with an exclusive bargaining representative due to a
30 pending representation petition, necessitated by an emergency
31 situation or an imminent jeopardy determination by the center for
32 medicare and medicaid services that relates to the safety or health
33 of the clients, employees, or both the clients and employees.

34 (iii) Modifications to collective bargaining agreements as set
35 forth in a memorandum of understanding negotiated between the
36 employer and the union of physicians of Washington, an exclusive
37 bargaining representative, that was necessitated by an emergency
38 situation or an imminent jeopardy determination by the center for
39 medicare and medicaid services that relates to the safety or health
40 of the clients, employees, or both the clients and employees. If the

1 memorandum of understanding submitted to the legislature as part of
2 the governor's budget document is rejected by the legislature, and
3 the parties reach a new memorandum of understanding by June 30, 2016,
4 within the funds, conditions, and limitations provided in section 204
5 of this act, the new memorandum of understanding shall be considered
6 approved by the legislature and may be retroactive to December 1,
7 2015.

8 (iv) Modifications to collective bargaining agreements as set
9 forth in a memorandum of understanding negotiated between the
10 employer and the teamsters union local 117, an exclusive bargaining
11 representative, for salary adjustments for the state employee job
12 classifications of psychiatrist, psychiatric social worker and
13 psychologist.

14 (b) For the 2015-2017 fiscal biennium, the legislature may act
15 upon the request for funds for modifications to a 2015-2017
16 collective bargaining agreement under (a)(i), (ii), (iii), and (iv)
17 of this subsection if funds are requested by the governor before
18 final legislative action on the supplemental omnibus appropriations
19 act by the sitting legislature.

20 (c) The request for funding made under this subsection and any
21 action by the legislature taken pursuant to this subsection is
22 limited to the modifications described in this subsection and may not
23 otherwise affect the original terms of the 2015-2017 collective
24 bargaining agreement.

25 (d) Subsections (3)(a) and (b) of this section do not apply to
26 requests for funding made pursuant to this subsection.

27 **Sec. 924.** RCW 41.80.140 and 2002 c 354 s 322 are each amended to
28 read as follows:

29 (1) The office of financial management's labor relations service
30 account is created in the custody of the state treasurer to be used
31 as a revolving fund for the payment of labor relations services
32 required for the negotiation of the collective bargaining agreements
33 entered into under this chapter. An amount not to exceed one-tenth of
34 one percent of the approved allotments of salaries and wages for all
35 bargaining unit positions in the classified service in each of the
36 agencies subject to this chapter, except the institutions of higher
37 education, shall be charged to the operations appropriations of each
38 agency and credited to the office of financial management's labor
39 relations service account as the allotments are approved pursuant to

chapter 43.88 RCW. Subject to the above limitations, the amount shall be charged against the allotments pro rata, at a rate to be fixed by the director of financial management from time to time. Payment for services rendered under this chapter shall be made on a quarterly basis to the state treasurer and deposited into the office of financial management's labor relations service account.

(2) Moneys from the office of financial management's labor relations service account shall be disbursed by the state treasurer by warrants on vouchers authorized by the director of financial management or the director's designee. An appropriation is not required.

(3) During the 2015-2017 fiscal biennium, the legislature may transfer moneys from the office of financial management's labor relations service account to the state general fund such amounts as reflect the excess fund balance of the account.

Sec. 925. RCW 43.09.475 and 2015 3rd sp.s. c 4 s 954 are each amended to read as follows:

The performance audits of government account is hereby created in the custody of the state treasurer. Revenue identified in RCW 82.08.020(5) and 82.12.0201 shall be deposited in the account. Money in the account shall be used to fund the performance audits and follow-up performance audits under RCW 43.09.470 and shall be expended by the state auditor in accordance with chapter 1, Laws of 2006. Only the state auditor or the state auditor's designee may authorize expenditures from the account. The account is subject to allotment procedures under chapter 43.88 RCW, but an appropriation is not required for expenditures. During the 2013-2015 and 2015-2017 fiscal biennia, the performance audits of government account may be appropriated for the joint legislative audit and review committee, the legislative evaluation and accountability program committee, the office of financial management, the superintendent of public instruction, and audits of school districts. In addition, during the 2013-2015 and 2015-2017 fiscal biennia the account may be used to fund the office of financial management's contract for the compliance audit of the state auditor and audit activities at the department of revenue. In addition, during the 2015-2017 fiscal biennium, the legislature may transfer from the performance audits of government account to the state general fund such amounts as reflect the excess fund balance of the fund.

1 **Sec. 926.** RCW 43.10.220 and 2002 c 371 s 907 are each amended to
2 read as follows:

3 The attorney general is authorized to expend from the antitrust
4 revolving fund, created by RCW 43.10.210 through 43.10.220, such
5 funds as are necessary for the payment of costs, expenses and charges
6 incurred in the preparation, institution and maintenance of antitrust
7 actions under the state and federal antitrust acts. During the
8 ((2001-03)) 2015-2017 fiscal biennium, the attorney general may
9 expend from the antitrust revolving fund for the purposes of the
10 consumer protection activities of the office.

11 NEW SECTION. **Sec. 927.** A new section is added to chapter 43.41
12 RCW to read as follows:

13 The office of financial management central service account is
14 created in the state treasury. The account is to be used by the
15 office as a revolving fund for the payment of salaries, wages, and
16 other costs required for the operation and maintenance of statewide
17 budgeting, accounting, forecasting, and functions and activities in
18 the office. All receipts from agency fees and charges for services
19 collected from public agencies must be deposited into the account.
20 The director shall fix the terms and charges to agencies based on
21 each agency's share of the office statewide cost allocation plan for
22 federal funds. Moneys in the account may be spent only after
23 appropriation.

24 **Sec. 928.** RCW 43.43.839 and 2015 3rd sp.s. c 4 s 955 are each
25 amended to read as follows:

26 The fingerprint identification account is created in the custody
27 of the state treasurer. All receipts from incremental charges of
28 fingerprint checks requested for noncriminal justice purposes and
29 electronic background requests shall be deposited in the account.
30 Receipts for fingerprint checks by the federal bureau of
31 investigation may also be deposited in the account. Expenditures from
32 the account may be used only for the cost of record checks. Only the
33 chief of the state patrol or the chief's designee may authorize
34 expenditures from the account. The account is subject to allotment
35 procedures under chapter 43.88 RCW. No appropriation is required for
36 expenditures prior to July 1, 1997. After June 30, 1997, the account
37 shall be subject to appropriation. During the 2009-2011 fiscal
38 biennium, the legislature may transfer from the fingerprint

1 identification account to the state general fund such amounts as
2 reflect the excess fund balance of the account. During the 2013-2015
3 fiscal biennium, funds in the account may be used for expenditures
4 that support the criminal records management division of the state
5 patrol. During the 2015-2017 fiscal biennium, funds in the account
6 may be used for expenditures related to the upgrade of the state
7 patrol's criminal history system. During the 2015-2017 fiscal
8 biennium, the legislature may transfer from the fingerprint
9 identification account to the sexual assault kit account and the
10 account may be used for building the sexual assault kit tracking
11 system in such amounts as reflect the excess fund balance of the
12 account.

13 **Sec. 929.** RCW 43.43.944 and 2012 c 173 s 1 are each amended to
14 read as follows:

15 (1) The fire service training account is hereby established in
16 the state treasury. The primary purpose of the account is firefighter
17 training for both volunteer and career firefighters. The fund shall
18 consist of:

19 (a) All fees received by the Washington state patrol for fire
20 service training;

21 (b) All grants and bequests accepted by the Washington state
22 patrol under RCW 43.43.940;

23 (c) Twenty percent of all moneys received by the state on fire
24 insurance premiums; and

25 (d) General fund—state moneys appropriated into the account by
26 the legislature.

27 (2) Moneys in the account may be appropriated for: (a) Fire
28 service training; (b) school fire prevention activities within the
29 Washington state patrol; and (c) the maintenance, operations, and
30 capital projects of the state fire training academy. However,
31 expenditures for purposes of (b) and (c) of this subsection may only
32 be made to the extent that these expenditures do not adversely affect
33 expenditures for the purpose of (a) of this subsection. The state
34 patrol may use amounts appropriated from the fire service training
35 account under this section to contract with the Washington state
36 firefighters apprenticeship trust for the operation of the
37 firefighter joint apprenticeship training program. The contract may
38 call for payments on a monthly basis.

1 (3) Any general fund—state moneys appropriated into the account
2 shall be allocated solely to the firefighter joint apprenticeship
3 training program. The Washington state patrol may contract with
4 outside entities for the administration and delivery of the
5 firefighter joint apprenticeship training program.

6 (4) During the 2015-2017 fiscal biennium, the fire services
7 training account may be used for the Washington state fire service
8 resource mobilization costs of the Washington state patrol.

9 **Sec. 930.** RCW 43.79.201 and 2011 1st sp.s. c 50 s 945 are each
10 amended to read as follows:

11 (1) The charitable, educational, penal and reformatory
12 institutions account is hereby created, in the state treasury, into
13 which account there shall be deposited all moneys arising from the
14 sale, lease or transfer of the land granted by the United States
15 government to the state for charitable, educational, penal and
16 reformatory institutions by section 17 of the enabling act, or
17 otherwise set apart for such institutions, except all moneys arising
18 from the sale, lease, or transfer of that certain one hundred
19 thousand acres of such land assigned for the support of the
20 University of Washington by chapter 91, Laws of 1903 and section 9,
21 chapter 122, Laws of 1893.

22 (2) If feasible, not less than one-half of all income to the
23 charitable, educational, penal, and reformatory institutions account
24 shall be appropriated for the purpose of providing housing, including
25 repair and renovation of state institutions, for persons with mental
26 illness or developmental disabilities, or youth who are blind, deaf,
27 or otherwise disabled. If moneys are appropriated for community-based
28 housing, the moneys shall be appropriated to the department of
29 commerce for the housing assistance program under chapter 43.185 RCW.
30 During the ((2009-2011 and 2011-2013)) 2015-2017 fiscal ((biennia))
31 biennium, the legislature may transfer from the charitable,
32 educational, penal and reformatory institutions account to the state
33 general fund such amounts as reflect excess fund balance of the
34 account.

35 **Sec. 931.** RCW 43.79.445 and 2013 2nd sp.s. c 4 s 979 are each
36 amended to read as follows:

37 There is established an account in the state treasury referred to
38 as the "death investigations account" which shall exist for the

1 purpose of receiving, holding, investing, and disbursing funds
2 appropriated or provided in RCW 70.58.107 and any moneys appropriated
3 or otherwise provided thereafter.

4 Moneys in the death investigations account shall be disbursed by
5 the state treasurer once every year on December 31 and at any other
6 time determined by the treasurer. The treasurer shall make
7 disbursements to: The state toxicology laboratory, counties for the
8 cost of autopsies, the state patrol for providing partial funding for
9 the state dental identification system, the criminal justice training
10 commission for training county coroners, medical examiners and their
11 staff, and the state forensic investigations council. Funds from the
12 death investigations account may be appropriated during the 2013-2015
13 fiscal biennium for the activities of the state crime laboratory
14 within the Washington state patrol. During the 2015-2017 fiscal
15 biennium, the legislature may transfer from the death investigations
16 account to the sexual assault kit account such amounts as reflect the
17 excess fund balance of the account.

18 **Sec. 932.** RCW 43.79.460 and 2011 2nd sp.s. c 9 s 908 are each
19 amended to read as follows:

20 (1) The savings incentive account is created in the custody of
21 the state treasurer. The account shall consist of all moneys
22 appropriated to the account by the legislature. The account is
23 subject to the allotment procedures under chapter 43.88 RCW, but no
24 appropriation is required for expenditures from the account.

25 (2) Within the savings incentive account, the state treasurer may
26 create subaccounts to be credited with incentive savings attributable
27 to individual state agencies, as determined by the office of
28 financial management in consultation with the legislative fiscal
29 committees. Moneys deposited in the subaccounts may be expended only
30 on the authorization of the agency's executive head or designee and
31 only for the purpose of one-time expenditures to improve the quality,
32 efficiency, and effectiveness of services to customers of the state,
33 such as one-time expenditures for employee training, employee
34 incentives, technology improvements, new work processes, or
35 performance measurement. Funds may not be expended from the account
36 to establish new programs or services, expand existing programs or
37 services, or incur ongoing costs that would require future
38 expenditures.

1 (3) For purposes of this section, "incentive savings" means state
2 general fund appropriations that are unspent as of June 30th of a
3 fiscal year, excluding any amounts included in across-the-board
4 reductions under RCW 43.88.110 and excluding unspent appropriations
5 for:

6 (a) Caseload and enrollment in entitlement programs, except to
7 the extent that an agency has clearly demonstrated that efficiencies
8 have been achieved in the administration of the entitlement program.
9 "Entitlement program," as used in this section, includes programs for
10 which specific sums of money are appropriated for pass-through to
11 third parties or other entities;

12 (b) Enrollments in state institutions of higher education;

13 (c) Except for fiscal year 2011, a specific amount contained in a
14 condition or limitation to an appropriation in the biennial
15 appropriations act, if the agency did not achieve the specific
16 purpose or objective of the condition or limitation;

17 (d) Debt service on state obligations; and

18 (e) State retirement system obligations.

19 (4) The office of financial management, after consulting with the
20 legislative fiscal committees, shall report the amount of savings
21 incentives achieved.

22 (5) For fiscal year 2010, the legislature may transfer from the
23 savings incentive account to the state general fund such amounts as
24 reflect the fund balance of the account attributable to unspent state
25 general fund appropriations for fiscal year 2009. For fiscal year
26 2011, the legislature may transfer from the savings incentive account
27 to the state general fund such amounts as reflect the fund balance of
28 the account attributable to unspent state general fund appropriations
29 for fiscal year 2010. For fiscal year 2011, the legislature may
30 transfer from the savings incentive account to the state general fund
31 eight million dollars or as much as reflects the fund balance of the
32 account attributable to unspent agency credits prior to fiscal year
33 2009. Credits for legislative and judicial agencies are not included
34 in this action, with the exception and upon consent of the supreme
35 court, court of appeals, office of public defense, and office of
36 civil legal aid.

37 (6) For fiscal years 2012 and 2013, the legislature may transfer
38 from the savings incentive account to the state general fund such
39 amounts as reflect the fund balance of the account attributable to
40 unspent general fund appropriations for fiscal years 2011 and 2012.

1 (7) For fiscal year 2016, the legislature may transfer from the
2 savings incentive account to the state general fund such amounts as
3 reflect the fund balance of the account attributable to unspent
4 agency credit. Credits for legislative and judicial agencies are not
5 included in this action.

6 **Sec. 933.** RCW 43.83B.430 and 2011 c 5 s 911 are each amended to
7 read as follows:

8 The state drought preparedness account is created in the state
9 treasury. All receipts from appropriated funds designated for the
10 account and funds transferred from the state emergency water projects
11 revolving account must be deposited into the account. Moneys in the
12 account may be spent only after appropriation. Expenditures from the
13 account may be used only for drought preparedness. During the
14 2009-2011 fiscal biennium, the legislature may transfer from the
15 state drought preparedness account to the state general fund such
16 amounts as reflect the excess fund balance of the account. For the
17 2015-2017 fiscal biennium, the account may also accept revenue
18 collected from emergency drought well-related water service contracts
19 and may be used for drought response.

20 **Sec. 934.** RCW 43.135.045 and 2013 2nd sp.s. c 9 s 5 are each
21 amended to read as follows:

22 The education construction fund is hereby created in the state
23 treasury.

24 (1) Funds may be appropriated from the education construction
25 fund exclusively for common school construction or higher education
26 construction.

27 (2) Funds may be appropriated for any other purpose only if
28 approved by a two-thirds vote of each house of the legislature and if
29 approved by a vote of the people at the next general election. An
30 appropriation approved by the people under this subsection must
31 result in an adjustment to the state expenditure limit only for the
32 fiscal period for which the appropriation is made and does not affect
33 any subsequent fiscal period.

34 (3) Notwithstanding subsection (2) of this section, during the
35 2015-2017 fiscal biennium, the fund may be used for maintenance and
36 operations at community and technical colleges.

1 **Sec. 935.** RCW 43.155.050 and 2015 3rd sp.s. c 4 s 959 are each
2 amended to read as follows:

3 The public works assistance account is hereby established in the
4 state treasury. Money may be placed in the public works assistance
5 account from the proceeds of bonds when authorized by the legislature
6 or from any other lawful source. Money in the public works assistance
7 account shall be used to make loans and to give financial guarantees
8 to local governments for public works projects. Moneys in the account
9 may also be appropriated to provide for state match requirements
10 under federal law for projects and activities conducted and financed
11 by the board under the drinking water assistance account. Not more
12 than fifteen percent of the biennial capital budget appropriation to
13 the public works board from this account may be expended or obligated
14 for preconstruction loans, emergency loans, or loans for capital
15 facility planning under this chapter; of this amount, not more than
16 ten percent of the biennial capital budget appropriation may be
17 expended for emergency loans and not more than one percent of the
18 biennial capital budget appropriation may be expended for capital
19 facility planning loans. During the 2015-2017 fiscal biennium, the
20 legislature may transfer from the public works assistance account to
21 the general fund, the water pollution control revolving account, and
22 the drinking water assistance account such amounts as reflect the
23 excess fund balance of the account. During the 2013-2015 fiscal
24 biennium, the legislature may transfer from the public works
25 assistance account to the education legacy trust account such amounts
26 as specified by the legislature. During the 2015-2017 fiscal
27 biennium, the legislature may appropriate moneys from the account for
28 activities related to the growth management act and the voluntary
29 stewardship program. During the 2015-2017 fiscal biennium, the
30 legislature may transfer from the public works assistance account to
31 the state general fund such amounts as specified by the legislature.
32 In the 2017-2019 fiscal biennium the legislature intends to continue
33 the policy since 2013 of not authorizing new loans from the account
34 and to allocate ((seventy-three million)) the available two hundred
35 twenty-seven million three hundred sixty-seven thousand dollars of
36 future loan repayments paid into the public works assistance account
37 to support basic education.

38 **Sec. 936.** RCW 43.185.030 and 1991 sp.s. c 13 s 87 are each
39 amended to read as follows:

1 There is hereby created in the state treasury an account to be
2 known as the Washington housing trust fund. The housing trust fund
3 shall include revenue from the sources established by this chapter,
4 appropriations by the legislature, private contributions, repayment
5 of loans, and all other sources. During the 2015-2017 fiscal
6 biennium, the legislature may transfer from the Washington housing
7 trust fund to the home security fund account and to the state general
8 fund such amounts as reflect the excess balance in the fund.

9 **Sec. 937.** RCW 43.350.070 and 2011 c 5 s 916 are each amended to
10 read as follows:

11 The life sciences discovery fund is created in the custody of the
12 state treasurer. Only the board or the board's designee may authorize
13 expenditures from the fund. Expenditures from the fund may be made
14 only for purposes of this chapter. Administrative expenses of the
15 authority, including staff support, may be paid only from the fund.
16 Revenues to the fund consist of transfers made by the legislature
17 from strategic contribution payments deposited in the tobacco
18 settlement account under RCW 43.79.480, moneys received pursuant to
19 contribution agreements entered into pursuant to RCW 43.350.030,
20 moneys received from gifts, grants, and bequests, and interest earned
21 on the fund. During the ((2009-2011)) 2015-2017 fiscal biennium, the
22 legislature may transfer to other state funds or accounts such
23 amounts as represent the excess balance of the life sciences
24 discovery fund.

25 **Sec. 938.** RCW 43.372.070 and 2013 c 318 s 3 are each amended to
26 read as follows:

27 (1) The marine resources stewardship trust account is created in
28 the state treasury. All receipts from income derived from the
29 investment of amounts credited to the account, any grants, gifts, or
30 donations to the state for the purposes of marine management
31 planning, marine spatial planning, data compilation, research, or
32 monitoring, and any appropriations made to the account must be
33 deposited in the account. Moneys in the account may be spent only
34 after appropriation.

35 (2) Expenditures from the account may only be used for the
36 purposes of marine management planning, marine spatial planning,
37 research, monitoring, and implementation of the marine management
38 plan.

1 (3) Except as provided in subsection (5) of this section, until
2 July 1, 2016, expenditures from the account may only be used for the
3 purposes of:

4 (a) Conducting ecosystem assessment and mapping activities in
5 marine waters consistent with RCW 43.372.040(6) (a) and (c), with a
6 focus on assessment and mapping activities related to marine resource
7 uses and developing potential economic opportunities;

8 (b) Developing a marine management plan for the state's coastal
9 waters as that term is defined in RCW 43.143.020; and

10 (c) Coordination under the west coast governors' agreement on
11 ocean health, entered into on September 18, 2006, and other regional
12 planning efforts consistent with RCW 43.372.030.

13 (4) Expenditures from the account on projects and activities
14 relating to the state's coastal waters, as defined in RCW 43.143.020,
15 must be made, to the maximum extent possible, consistent with the
16 recommendations of the Washington coastal marine advisory council as
17 provided in RCW 43.143.060. If expenditures relating to coastal
18 waters are made in a manner that differs substantially from the
19 Washington coastal marine advisory council's recommendations, the
20 responsible agency receiving the appropriation shall provide the
21 council and appropriate committees of the legislature with a written
22 explanation.

23 (5) During the 2015-2017 fiscal biennium, the legislature may
24 transfer from the marine resources stewardship trust account to the
25 aquatic lands enhancement account such amounts as reflect the excess
26 fund balance of the account.

27 **Sec. 939.** RCW 46.08.160 and 1961 c 12 s 46.08.160 are each
28 amended to read as follows:

29 The chief of the Washington state patrol shall be the chief
30 enforcing officer to assure the proper enforcement of such rules and
31 regulations. In addition to the Washington state patrol, in the
32 2015-2017 fiscal biennium, the director of enterprise services may
33 also contract with the city of Olympia to provide enforcement of
34 rules and regulations for the control of vehicular and pedestrian
35 traffic and the parking of motor vehicles on the east state capitol
36 campus, including but not limited to the plaza garage, and the north
37 and south diagonals on the state capitol grounds under RCW 46.08.150
38 to increase revenue to the state agency parking account under RCW

1 43.01.240. The contract may address jurisdictional issues related to
2 such enforcement.

3 **Sec. 940.** RCW 50.16.010 and 2014 c 221 s 920 are each amended to
4 read as follows:

5 (1) There shall be maintained as special funds, separate and
6 apart from all public moneys or funds of this state an unemployment
7 compensation fund and an administrative contingency fund, which shall
8 be administered by the commissioner exclusively for the purposes of
9 this title, and to which RCW 43.01.050 shall not be applicable.

10 (2)(a) The unemployment compensation fund shall consist of:

11 (i) All contributions collected under RCW 50.24.010 and payments
12 in lieu of contributions collected pursuant to the provisions of this
13 title;

14 (ii) Any property or securities acquired through the use of
15 moneys belonging to the fund;

16 (iii) All earnings of such property or securities;

17 (iv) Any moneys received from the federal unemployment account in
18 the unemployment trust fund in accordance with Title XII of the
19 social security act, as amended;

20 (v) All money recovered on official bonds for losses sustained by
21 the fund;

22 (vi) All money credited to this state's account in the
23 unemployment trust fund pursuant to section 903 of the social
24 security act, as amended;

25 (vii) All money received from the federal government as
26 reimbursement pursuant to section 204 of the federal-state extended
27 compensation act of 1970 (84 Stat. 708-712; 26 U.S.C. Sec. 3304);

28 (viii) The portion of the additional penalties as provided in RCW
29 50.20.070(2) that is fifteen percent of the amount of benefits
30 overpaid or deemed overpaid; and

31 (ix) All moneys received for the fund from any other source.

32 (b) All moneys in the unemployment compensation fund shall be
33 commingled and undivided.

34 (3)(a) Except as provided in (b) of this subsection, the
35 administrative contingency fund shall consist of:

36 (i) All interest on delinquent contributions collected pursuant
37 to this title;

38 (ii) All fines and penalties collected pursuant to the provisions
39 of this title, except the portion of the additional penalties as

provided in RCW 50.20.070(2) that is fifteen percent of the amount of benefits overpaid or deemed overpaid;

(iii) All sums recovered on official bonds for losses sustained by the fund; and

(iv) Revenue received under RCW 50.24.014.

(b) All fees, fines, forfeitures, and penalties collected or assessed by a district court because of the violation of this title or rules adopted under this title shall be remitted as provided in chapter 3.62 RCW.

(c) Except as provided in (d) of this subsection, moneys available in the administrative contingency fund, other than money in the special account created under RCW 50.24.014, shall be expended upon the direction of the commissioner, with the approval of the governor, whenever it appears to him or her that such expenditure is necessary solely for:

(i) The proper administration of this title and that insufficient federal funds are available for the specific purpose to which such expenditure is to be made, provided, the moneys are not substituted for appropriations from federal funds which, in the absence of such moneys, would be made available.

(ii) The proper administration of this title for which purpose appropriations from federal funds have been requested but not yet received, provided, the administrative contingency fund will be reimbursed upon receipt of the requested federal appropriation.

(iii) The proper administration of this title for which compliance and audit issues have been identified that establish federal claims requiring the expenditure of state resources in resolution. Claims must be resolved in the following priority: First priority is to provide services to eligible participants within the state; second priority is to provide substitute services or program support; and last priority is the direct payment of funds to the federal government.

(d)(i) During the 2007-2009 fiscal biennium, moneys available in the administrative contingency fund, other than money in the special account created under RCW 50.24.014(1)(a), shall be expended as appropriated by the legislature for: (A) The cost of the job skills or worker retraining programs at the community and technical colleges and administrative costs at the state board for community and technical colleges; and (B) reemployment services such as business and project development assistance, local economic development

1 capacity building, and local economic development financial
2 assistance at the department of commerce. The remaining appropriation
3 may be expended as specified in (c) of this subsection.

4 (ii) During the 2013-2015 and 2015-2017 fiscal biennium, moneys
5 available in the administrative contingency fund, other than money in
6 the special account created under RCW 50.24.014(1)(a), shall be
7 expended as appropriated by the legislature (~~((for))~~): (A) For the
8 department of social and health services for employment and training
9 services and programs in the WorkFirst program; (B) for the
10 administrative costs of state agencies participating in the WorkFirst
11 program; and (C) by the commissioner for the work group on
12 agricultural and agricultural-related issues as provided in the
13 2013-2015 omnibus operating appropriations act. The remaining
14 appropriation may be expended as specified in (c) of this subsection.

15 (4) Money in the special account created under RCW
16 50.24.014(1)(a) may only be expended, after appropriation, for the
17 purposes specified in this section and RCW 50.62.010, 50.62.020,
18 50.62.030, 50.24.014, 50.44.053, and 50.22.010.

19 **Sec. 941.** RCW 50.24.014 and 2011 c 4 s 11 are each amended to
20 read as follows:

21 (1)(a) A separate and identifiable account to provide for the
22 financing of special programs to assist the unemployed is established
23 in the administrative contingency fund. All money in this account
24 shall be expended solely for the purposes of this title and for no
25 other purposes whatsoever. Contributions to this account shall accrue
26 and become payable by each employer, except employers as described in
27 RCW 50.44.010 and 50.44.030 who have properly elected to make
28 payments in lieu of contributions, taxable local government employers
29 as described in RCW 50.44.035, and those employers who are required
30 to make payments in lieu of contributions, at a basic rate of two
31 one-hundredths of one percent. The amount of wages subject to tax
32 shall be determined under RCW 50.24.010.

33 (b) A separate and identifiable account is established in the
34 administrative contingency fund for financing the employment security
35 department's administrative costs under RCW 50.22.150 and 50.22.155
36 and the costs under RCW 50.22.150(11) and 50.22.155 (1)(m) and
37 (2)(m). All money in this account shall be expended solely for the
38 purposes of this title and for no other purposes whatsoever.
39 Contributions to this account shall accrue and become payable by each

1 employer, except employers as described in RCW 50.44.010 and
2 50.44.030 who have properly elected to make payments in lieu of
3 contributions, taxable local government employers as described in RCW
4 50.44.035, those employers who are required to make payments in lieu
5 of contributions, those employers described under RCW
6 50.29.025(2)(d), and those qualified employers assigned rate class 20
7 or rate class 40, as applicable, under RCW 50.29.025, at a basic rate
8 of one one-hundredth of one percent. The amount of wages subject to
9 tax shall be determined under RCW 50.24.010. Any amount of
10 contributions payable under this subsection (1)(b) that exceeds the
11 amount that would have been collected at a rate of four one-
12 thousandths of one percent must be deposited in the account created
13 in (a) of this subsection.

14 (2)(a) Contributions under this section shall become due and be
15 paid by each employer under rules as the commissioner may prescribe,
16 and shall not be deducted, in whole or in part, from the remuneration
17 of individuals in the employ of the employer. Any deduction in
18 violation of this section is unlawful.

19 (b) In the payment of any contributions under this section, a
20 fractional part of a cent shall be disregarded unless it amounts to
21 one-half cent or more, in which case it shall be increased to one
22 cent.

23 (3) If the commissioner determines that federal funding has been
24 increased to provide financing for the services specified in chapter
25 50.62 RCW, the commissioner shall direct that collection of
26 contributions under this section be terminated on the following
27 January 1st.

28 (4) During the 2015-2017 fiscal biennium, the legislature may
29 transfer into the unrestricted administrative contingency fund and
30 into the state general fund from the account in subsection (1)(b) of
31 this section such amounts as reflect the excess fund balance of the
32 account.

33 **Sec. 942.** RCW 69.50.530 and 2015 2nd sp.s. c 4 s 1101 are each
34 amended to read as follows:

35 The dedicated marijuana account is created in the state treasury.
36 All moneys received by the state liquor and cannabis board, or any
37 employee thereof, from marijuana-related activities must be deposited
38 in the account. Unless otherwise provided in chapter 4, Laws of 2015
39 2nd sp. sess., all marijuana excise taxes collected from sales of

1 marijuana, useable marijuana, marijuana concentrates, and marijuana-
2 infused products under RCW 69.50.535, and the license fees,
3 penalties, and forfeitures derived under this chapter from marijuana
4 producer, marijuana processor, marijuana researcher, and marijuana
5 retailer licenses, must be deposited in the account. Moneys in the
6 account may only be spent after appropriation. During the 2015-2017
7 fiscal biennium, the legislature may transfer from the dedicated
8 marijuana account to the basic health plan trust account such amounts
9 as reflect the excess fund balance of the account.

10 **Sec. 943.** RCW 70.105D.070 and 2015 3rd sp.s. c 4 s 969 and 2015
11 3rd sp.s. c 3 s 7035 are each reenacted and amended to read as
12 follows:

13 (1) The state toxics control account and the local toxics control
14 account are hereby created in the state treasury.

15 (2)(a) Moneys collected under RCW 82.21.030 must be deposited as
16 follows: Fifty-six percent to the state toxics control account under
17 subsection (3) of this section and forty-four percent to the local
18 toxics control account under subsection (4) of this section. When the
19 cumulative amount of deposits made to the state and local toxics
20 control accounts under this section reaches the limit during a fiscal
21 year as established in (b) of this subsection, the remainder of the
22 moneys collected under RCW 82.21.030 during that fiscal year must be
23 deposited into the environmental legacy stewardship account created
24 in RCW 70.105D.170.

25 (b) The limit on distributions of moneys collected under RCW
26 82.21.030 to the state and local toxics control accounts for the
27 fiscal year beginning July 1, 2013, is one hundred forty million
28 dollars.

29 (c) In addition to the funds required under (a) of this
30 subsection, the following moneys must be deposited into the state
31 toxics control account: (i) The costs of remedial actions recovered
32 under this chapter or chapter 70.105A RCW; (ii) penalties collected
33 or recovered under this chapter; and (iii) any other money
34 appropriated or transferred to the account by the legislature.

35 (3) Moneys in the state toxics control account must be used only
36 to carry out the purposes of this chapter, including but not limited
37 to the following activities:

1 (a) The state's responsibility for hazardous waste planning,
2 management, regulation, enforcement, technical assistance, and public
3 education required under chapter 70.105 RCW;

4 (b) The state's responsibility for solid waste planning,
5 management, regulation, enforcement, technical assistance, and public
6 education required under chapter 70.95 RCW;

7 (c) The hazardous waste clean-up program required under this
8 chapter;

9 (d) State matching funds required under federal cleanup law;

10 (e) Financial assistance for local programs in accordance with
11 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

12 (f) State government programs for the safe reduction, recycling,
13 or disposal of paint and hazardous wastes from households, small
14 businesses, and agriculture;

15 (g) Oil and hazardous materials spill prevention, preparedness,
16 training, and response activities;

17 (h) Water and environmental health protection and monitoring
18 programs;

19 (i) Programs authorized under chapter 70.146 RCW;

20 (j) A public participation program;

21 (k) Public funding to assist potentially liable persons to pay
22 for the costs of remedial action in compliance with clean-up
23 standards under RCW 70.105D.030(2)(e) but only when the amount and
24 terms of such funding are established under a settlement agreement
25 under RCW 70.105D.040(4) and when the director has found that the
26 funding will achieve both: (i) A substantially more expeditious or
27 enhanced cleanup than would otherwise occur; and (ii) the prevention
28 or mitigation of unfair economic hardship;

29 (l) Development and demonstration of alternative management
30 technologies designed to carry out the hazardous waste management
31 priorities of RCW 70.105.150;

32 (m) State agriculture and health programs for the safe use,
33 reduction, recycling, or disposal of pesticides;

34 (n) Storm water pollution control projects and activities that
35 protect or preserve existing remedial actions or prevent hazardous
36 clean-up sites;

37 (o) Funding requirements to maintain receipt of federal funds
38 under the federal solid waste disposal act (42 U.S.C. Sec. 6901 et
39 seq.);

1 (p) Air quality programs and actions for reducing public exposure
2 to toxic air pollution;

3 (q) Public funding to assist prospective purchasers to pay for
4 the costs of remedial action in compliance with clean-up standards
5 under RCW 70.105D.030(2)(e) if:

6 (i) The facility is located within a redevelopment opportunity
7 zone designated under RCW 70.105D.150;

8 (ii) The amount and terms of the funding are established under a
9 settlement agreement under RCW 70.105D.040(5); and

10 (iii) The director has found the funding meets any additional
11 criteria established in rule by the department, will achieve a
12 substantially more expeditious or enhanced cleanup than would
13 otherwise occur, and will provide a public benefit in addition to
14 cleanup commensurate with the scope of the public funding;

15 (r) Petroleum-based plastic or expanded polystyrene foam debris
16 cleanup activities in fresh or marine waters;

17 (s) Appropriations to the local toxics control account or the
18 environmental legacy stewardship account created in RCW 70.105D.170,
19 if the legislature determines that priorities for spending exceed
20 available funds in those accounts;

21 (t) During the 2013-2015 and 2015-2017 fiscal biennia, the
22 department of ecology's water quality, shorelands, environmental
23 assessment, administration, and air quality programs;

24 (u) During the 2013-2015 fiscal biennium, actions at the state
25 conservation commission to improve water quality for shellfish;

26 (v) During the 2013-2015 and 2015-2017 fiscal biennia, actions at
27 the University of Washington for reducing ocean acidification;

28 (w) During the 2015-2017 fiscal biennium, for the University of
29 Washington Tacoma soil remediation project;

30 (x) For the 2013-2015 fiscal biennium, moneys in the state toxics
31 control account may be spent on projects in section 3160, chapter 19,
32 Laws of 2013 2nd sp. sess. and for transfer to the local toxics
33 control account;

34 (y) For the 2013-2015 fiscal biennium, moneys in the state toxics
35 control account may be transferred to the radioactive mixed waste
36 account; and

37 (z) For the 2015-2017 fiscal biennium, forest practices
38 regulation at the department of natural resources.

1 (4)(a) The department shall use moneys deposited in the local
2 toxics control account for grants or loans to local governments for
3 the following purposes in descending order of priority:

4 (i) Extended grant agreements entered into under (e)(i) of this
5 subsection;

6 (ii) Remedial actions, including planning for adaptive reuse of
7 properties as provided for under (e)(iv) of this subsection. The
8 department must prioritize funding of remedial actions at:

9 (A) Facilities on the department's hazardous sites list with a
10 high hazard ranking for which there is an approved remedial action
11 work plan or an equivalent document under federal cleanup law;

12 (B) Brownfield properties within a redevelopment opportunity zone
13 if the local government is a prospective purchaser of the property
14 and there is a department-approved remedial action work plan or
15 equivalent document under the federal cleanup law;

16 (iii) Storm water pollution source projects that: (A) Work in
17 conjunction with a remedial action; (B) protect completed remedial
18 actions against recontamination; or (C) prevent hazardous clean-up
19 sites;

20 (iv) Hazardous waste plans and programs under chapter 70.105 RCW;

21 (v) Solid waste plans and programs under chapters 70.95, 70.95C,
22 70.95I, and 70.105 RCW;

23 (vi) Petroleum-based plastic or expanded polystyrene foam debris
24 cleanup activities in fresh or marine waters; and

25 (vii) Appropriations to the state toxics control account or the
26 environmental legacy stewardship account created in RCW 70.105D.170,
27 if the legislature determines that priorities for spending exceed
28 available funds in those accounts.

29 (b) Funds for plans and programs must be allocated consistent
30 with the priorities and matching requirements established in chapters
31 70.105, 70.95C, 70.95I, and 70.95 RCW.

32 (c) During the 2013-2015 fiscal biennium, the local toxics
33 control account may also be used for local government storm water
34 planning and implementation activities.

35 (d) During the 2013-2015 fiscal biennium, the legislature may
36 transfer from the local toxics control account to the state general
37 fund, such amounts as reflect the excess fund balance in the account.

38 (e) To expedite cleanups throughout the state, the department may
39 use the following strategies when providing grants to local
40 governments under this subsection:

1 (i) Enter into an extended grant agreement with a local
2 government conducting remedial actions at a facility where those
3 actions extend over multiple biennia and the total eligible cost of
4 those actions exceeds twenty million dollars. The agreement is
5 subject to the following limitations:

6 (A) The initial duration of such an agreement may not exceed ten
7 years. The department may extend the duration of such an agreement
8 upon finding substantial progress has been made on remedial actions
9 at the facility;

10 (B) Extended grant agreements may not exceed fifty percent of the
11 total eligible remedial action costs at the facility; and

12 (C) The department may not allocate future funding to an extended
13 grant agreement unless the local government has demonstrated to the
14 department that funds awarded under the agreement during the previous
15 biennium have been substantially expended or contracts have been
16 entered into to substantially expend the funds;

17 (ii) Enter into a grant agreement with a local government
18 conducting a remedial action that provides for periodic reimbursement
19 of remedial action costs as they are incurred as established in the
20 agreement;

21 (iii) Enter into a grant agreement with a local government prior
22 to it acquiring a property or obtaining necessary access to conduct
23 remedial actions, provided the agreement is conditioned upon the
24 local government acquiring the property or obtaining the access in
25 accordance with a schedule specified in the agreement;

26 (iv) Provide integrated planning grants to local governments to
27 fund studies necessary to facilitate remedial actions at brownfield
28 properties and adaptive reuse of properties following remediation.
29 Eligible activities include, but are not limited to: Environmental
30 site assessments; remedial investigations; health assessments;
31 feasibility studies; site planning; community involvement; land use
32 and regulatory analyses; building and infrastructure assessments;
33 economic and fiscal analyses; and any environmental analyses under
34 chapter 43.21C RCW;

35 (v) Provide grants to local governments for remedial actions
36 related to area-wide groundwater contamination. To receive the
37 funding, the local government does not need to be a potentially
38 liable person or be required to seek reimbursement of grant funds
39 from a potentially liable person;

(vi) The director may alter grant matching requirements to create incentives for local governments to expedite cleanups when one of the following conditions exists:

(A) Funding would prevent or mitigate unfair economic hardship imposed by the clean-up liability;

(B) Funding would create new substantial economic development, public recreational opportunities, or habitat restoration opportunities that would not otherwise occur; or

(C) Funding would create an opportunity for acquisition and redevelopment of brownfield property under RCW 70.105D.040(5) that would not otherwise occur;

(vii) When pending grant applications under (e)(iv) and (v) of this subsection (4) exceed the amount of funds available, designated redevelopment opportunity zones must receive priority for distribution of available funds.

(f) To expedite multiparty clean-up efforts, the department may purchase remedial action cost-cap insurance. For the 2013-2015 fiscal biennium, moneys in the local toxics control account may be spent on projects in sections 3024, 3035, 3036, and 3059, chapter 19, Laws of 2013 2nd sp. sess.

(5) Except for unanticipated receipts under RCW 43.79.260 through 43.79.282, moneys in the state and local toxics control accounts may be spent only after appropriation by statute.

(6) No moneys deposited into either the state or local toxics control account may be used for: Natural disasters where there is no hazardous substance contamination; high performance buildings; solid waste incinerator facility feasibility studies, construction, maintenance, or operation; or after January 1, 2010, for projects designed to address the restoration of Puget Sound, funded in a competitive grant process, that are in conflict with the action agenda developed by the Puget Sound partnership under RCW 90.71.310. However, this subsection does not prevent an appropriation from the state toxics control account to the department of revenue to enforce compliance with the hazardous substance tax imposed in chapter 82.21 RCW.

(7) Except during the 2011-2013 and the 2015-2017 fiscal ~~((biennium))~~ biennia, one percent of the moneys collected under RCW 82.21.030 shall be allocated only for public participation grants to persons who may be adversely affected by a release or threatened release of a hazardous substance and to not-for-profit public

1 interest organizations. The primary purpose of these grants is to
2 facilitate the participation by persons and organizations in the
3 investigation and remedying of releases or threatened releases of
4 hazardous substances and to implement the state's solid and hazardous
5 waste management priorities. No grant may exceed sixty thousand
6 dollars. Grants may be renewed annually. Moneys appropriated for
7 public participation that are not expended at the close of any
8 biennium revert to the state toxics control account.

9 (8) The department shall adopt rules for grant or loan issuance
10 and performance. To accelerate both remedial action and economic
11 recovery, the department may expedite the adoption of rules necessary
12 to implement chapter 1, Laws of 2013 2nd sp. sess. using the
13 expedited procedures in RCW 34.05.353. The department shall initiate
14 the award of financial assistance by August 1, 2013. To ensure the
15 adoption of rules will not delay financial assistance, the department
16 may administer the award of financial assistance through interpretive
17 guidance pending the adoption of rules through July 1, 2014.

18 (9) Except as provided under subsection (3)(k) and (q) of this
19 section, nothing in chapter 1, Laws of 2013 2nd sp. sess. affects the
20 ability of a potentially liable person to receive public funding.

21 (10) During the 2015-2017 fiscal biennium the local toxics
22 control account may also be used for the centennial clean water
23 program and for the storm water financial assistance program
24 administered by the department of ecology.

25 **Sec. 944.** RCW 70.128.160 and 2015 c 266 s 1 are each amended to
26 read as follows:

27 (1) The department is authorized to take one or more of the
28 actions listed in subsection (2) of this section in any case in which
29 the department finds that an adult family home provider has:

30 (a) Failed or refused to comply with the requirements of this
31 chapter or the rules adopted under this chapter;

32 (b) Operated an adult family home without a license or under a
33 revoked license;

34 (c) Knowingly or with reason to know made a false statement of
35 material fact on his or her application for license or any data
36 attached thereto, or in any matter under investigation by the
37 department; or

38 (d) Willfully prevented or interfered with any inspection or
39 investigation by the department.

1 (2) When authorized by subsection (1) of this section, the
2 department may take one or more of the following actions:

3 (a) Refuse to issue a license;

4 (b) Impose reasonable conditions on a license, such as correction
5 within a specified time, training, and limits on the type of clients
6 the provider may admit or serve;

7 (c) Impose civil penalties of at least one hundred dollars per
8 day per violation;

9 (d) Impose civil penalties of up to three thousand dollars for
10 each incident that violates adult family home licensing laws and
11 rules, including, but not limited to, chapters 70.128, 70.129, 74.34,
12 and 74.39A RCW and related rules. Each day upon which the same or
13 substantially similar action occurs is a separate violation subject
14 to the assessment of a separate penalty;

15 (e) Impose civil penalties of up to ten thousand dollars for a
16 current or former licensed provider who is operating an unlicensed
17 home;

18 (f) Suspend, revoke, or refuse to renew a license; or

19 (g) Suspend admissions to the adult family home by imposing stop
20 placement.

21 (3) When the department orders stop placement, the facility shall
22 not admit any person until the stop placement order is terminated.
23 The department may approve readmission of a resident to the facility
24 from a hospital or nursing home during the stop placement. The
25 department shall terminate the stop placement only after: (a) The
26 violations necessitating the stop placement have been corrected; and
27 (b) the provider exhibits the capacity to maintain correction of the
28 violations previously found deficient. However, if upon the revisit
29 the department finds new violations that the department reasonably
30 believes will result in a new stop placement, the previous stop
31 placement shall remain in effect until the new stop placement is
32 imposed. In order to protect the home's existing residents from
33 potential ongoing neglect, when the provider has been cited for a
34 violation that is repeated, uncorrected, pervasive, or presents a
35 threat to the health, safety, or welfare of one or more residents,
36 and the department has imposed a stop placement, the department shall
37 also impose a condition on license or other remedy to facilitate or
38 spur prompter compliance if the violation has not been corrected, and
39 the provider has not exhibited the capacity to maintain correction,
40 within sixty days of the stop placement.

1 (4) Nothing in subsection (3) of this section is intended to
2 apply to stop placement imposed in conjunction with a license
3 revocation or summary suspension or to prevent the department from
4 imposing a condition on license or other remedy prior to sixty days
5 after a stop placement, if the department considers it necessary to
6 protect one or more residents' well-being. After a department finding
7 of a violation for which a stop placement has been imposed, the
8 department shall make an on-site revisit of the provider within
9 fifteen working days from the request for revisit, to ensure
10 correction of the violation. For violations that are serious or
11 recurring or uncorrected following a previous citation, and create
12 actual or threatened harm to one or more residents' well-being,
13 including violations of residents' rights, the department shall make
14 an on-site revisit as soon as appropriate to ensure correction of the
15 violation. Verification of correction of all other violations may be
16 made by either a department on-site revisit or by written or
17 photographic documentation found by the department to be credible.
18 This subsection does not prevent the department from enforcing
19 license suspensions or revocations. Nothing in this subsection shall
20 interfere with or diminish the department's authority and duty to
21 ensure that the provider adequately cares for residents, including to
22 make departmental on-site revisits as needed to ensure that the
23 provider protects residents, and to enforce compliance with this
24 chapter.

25 (5) Chapter 34.05 RCW applies to department actions under this
26 section, except that orders of the department imposing license
27 suspension, stop placement, or conditions for continuation of a
28 license are effective immediately upon notice and shall continue in
29 effect pending a hearing, which must commence no later than sixty
30 days after receipt of a request for a hearing. The time for
31 commencement of a hearing may be extended by agreement of the parties
32 or by the presiding officer for good cause shown by either party, but
33 must commence no later than one hundred twenty days after receipt of
34 a request for a hearing.

35 (6) A separate adult family home account is created in the
36 custody of the state treasurer. All receipts from civil penalties
37 imposed under this chapter must be deposited into the account. Only
38 the director or the director's designee may authorize expenditures
39 from the account. The account is subject to allotment procedures
40 under chapter 43.88 RCW, but an appropriation is not required for

1 expenditures. The department shall use the special account only for
2 promoting the quality of life and care of residents living in adult
3 family homes. During the 2015-2017 fiscal biennium, the account may
4 be expended for funding costs associated with the adult family home
5 program.

6 (7) The department shall by rule specify criteria as to when and
7 how the sanctions specified in this section must be applied. The
8 criteria must provide for the imposition of incrementally more severe
9 penalties for deficiencies that are repeated, uncorrected, pervasive,
10 or present a threat to the health, safety, or welfare of one or more
11 residents. The criteria shall be tiered such that those homes
12 consistently found to have deficiencies will be subjected to
13 increasingly severe penalties. The department shall implement prompt
14 and specific enforcement remedies without delay for providers found
15 to have delivered care or failed to deliver care resulting in
16 problems that are repeated, uncorrected, pervasive, or present a
17 threat to the health, safety, or welfare of one or more residents. In
18 the selection of remedies, the health, safety, and well-being of
19 residents must be of paramount importance.

20 **Sec. 945.** RCW 72.09.090 and 2011 1st sp.s. c 21 s 36 are each
21 amended to read as follows:

22 The correctional industries account is established in the state
23 treasury. The department of corrections shall deposit in the account
24 all moneys collected and all profits that accrue from the industrial
25 and agricultural operations of the department and any moneys
26 appropriated to the account. Moneys in the account may be spent only
27 for expenses arising in the correctional industries operations.

28 The division's net profits from correctional industries' sales
29 and contracts shall be reinvested, without appropriation, in the
30 expansion and improvement of correctional industries. However, the
31 secretary shall annually recommend that some portion of the profits
32 from correctional industries be returned to the state general fund.

33 The secretary shall request appropriations or increased
34 appropriations whenever it appears that additional money is needed to
35 provide for the establishment and operation of a comprehensive
36 correctional industries program. During the 2015-2017 fiscal
37 biennium, the legislature may appropriate from the correctional
38 industries account for increased caseload costs at the department of

1 corrections such amounts as reflect the excess fund balance of the
2 account.

3 **Sec. 946.** RCW 72.09.465 and 2007 c 483 s 403 are each amended to
4 read as follows:

5 (1) The department shall, if funds are appropriated for the
6 specific purpose, implement postsecondary education degree programs
7 within state correctional institutions, including the state
8 correctional institution with the largest population of female
9 inmates. During the 2015-2017 fiscal biennium, the department may
10 implement postsecondary degree programs within state institutions,
11 including the state correctional institution with the largest
12 population of females, within its existing funds and under the
13 limitations in this section, to include any funding provided under
14 subsection (3) of this section. The department shall consider for
15 inclusion in any postsecondary education degree program, any
16 postsecondary education degree program from an accredited community
17 college, college, or university that is part of an associate of arts,
18 baccalaureate, masters of arts, or other graduate degree program.

19 (2) Except as provided in subsection (3) of this section, inmates
20 shall be required to pay the costs for participation in any
21 postsecondary education degree programs established under this
22 subsection [section], including books, fees, tuition, or any other
23 appropriate ancillary costs, by one or more of the following means:

24 (a) The inmate who is participating in the postsecondary
25 education degree program shall, during confinement, provide the
26 required payment or payments to the department; or

27 (b) A third party shall provide the required payment or payments
28 directly to the department on behalf of an inmate, and such payments
29 shall not be subject to any of the deductions as provided in this
30 chapter.

31 (3) The department may accept any and all donations and grants of
32 money, equipment, supplies, materials, and services from any third
33 party, including but not limited to nonprofit entities, and may
34 receive, utilize, and dispose of same to provide postsecondary
35 education to inmates.

36 (4) During the 2015-2017 fiscal biennium, an inmate may be
37 selected to participate in a state-funded postsecondary education
38 degree program, based on priority criteria determined by the
39 department, in which the following conditions may be considered:

1 (a) Priority should be given to inmates within five years of
2 release;

3 (b) The inmate does not already possess a postsecondary education
4 degree; and

5 (c) The inmate's individual reentry plan includes participation
6 in a postsecondary education degree program that is:

7 (i) Offered at the inmate's state correctional institution; and

8 (ii) Approved by the department as an eligible and effective
9 postsecondary education degree program.

10 (5) Any funds collected by the department under this section
11 ((and RCW 72.09.450(4))) shall be used solely for the creation,
12 maintenance, or expansion of inmate postsecondary education degree
13 programs.

14 **Sec. 947.** RCW 77.12.201 and 2013 2nd sp.s. c 4 s 998 are each
15 amended to read as follows:

16 The legislative authority of a county may elect, by giving
17 written notice to the director and the treasurer prior to January 1st
18 of any year, to obtain for the following year an amount in lieu of
19 real property taxes on game lands as provided in RCW 77.12.203. Upon
20 the election, the county shall keep a record of all fines,
21 forfeitures, reimbursements, and costs assessed and collected, in
22 whole or in part, under this title for violations of law or rules
23 adopted pursuant to this title, with the exception of the 2011-2013
24 ((and)), 2013-2015 and 2015-2017 fiscal biennia, and shall monthly
25 remit an amount equal to the amount collected to the state treasurer
26 for deposit in the state general fund. The election shall continue
27 until the department is notified differently prior to January 1st of
28 any year.

29 **Sec. 948.** RCW 79A.80.090 and 2011 c 320 s 10 are each amended to
30 read as follows:

31 (1) The recreation access pass account is created in the state
32 treasury. All moneys received from the sale of discover passes and
33 day-use permits must be deposited into the account.

34 (2) Each fiscal biennium, the first seventy-one million dollars
35 in revenue must be distributed to the agencies in the following
36 manner:

37 (a) Eight percent to the department of fish and wildlife and
38 deposited into the state wildlife account created in RCW 77.12.170;

1 (b) Eight percent to the department of natural resources and
2 deposited into the park land trust revolving fund created in RCW
3 43.30.385; (~~and~~))

4 (c) Eighty-four percent to the state parks and recreation
5 commission and deposited into the state parks renewal and stewardship
6 account created in RCW 79A.05.215;

7 (d) During the 2015-2017 fiscal biennium, expenditures from the
8 recreation access pass account may be used for Skamania county court
9 costs and for the state parks and recreation commission, in
10 partnership with the departments of fish and wildlife and natural
11 resources, to develop options and recommendations to improve
12 recreational access fee systems.

13 (3) Each fiscal biennium, revenues in excess of seventy-one
14 million dollars must be distributed equally among the agencies to the
15 accounts identified in subsection (2) of this section.

16 **Sec. 949.** RCW 90.03.650 and 2010 c 285 s 4 are each amended to
17 read as follows:

18 The water rights processing account is created in the state
19 treasury. All receipts from the fees collected under RCW 90.03.655,
20 90.03.665, and 90.44.540 must be deposited into the account. Money in
21 the account may be spent only after appropriation. Expenditures from
22 the account may only be used to support the processing of water right
23 applications for a new appropriation, change, transfer, or amendment
24 of a water right as provided in this chapter and chapters 90.42 and
25 90.44 RCW or for the examination, certification, and renewal of
26 certification of water right examiners as provided in RCW 90.03.665.
27 During the 2015-2017 fiscal biennium the legislature may transfer
28 from the water rights processing account to the state drought
29 preparedness account.

30 **Sec. 950.** RCW 90.56.335 and 2003 c 264 s 3 are each amended to
31 read as follows:

32 The vessel response account is created in the state treasury.
33 Grants, gifts, and federal funds may be deposited into the account.
34 Oil spill penalties assessed against ships under RCW 90.56.330 and
35 90.48.144 shall also be deposited into the account as well as the
36 money distributed under RCW 46.68.020(2). Moneys in the account may
37 be spent only after appropriation. The department of ecology is
38 authorized to utilize the vessel response account to preposition a

1 dedicated rescue tug at the entrance to the Strait of Juan de Fuca to
2 reduce the risk of major maritime accidents and oil spills on the
3 outer coast and western strait. Prior to authorizing the rescue tug
4 to respond to a distressed vessel, the department shall work with the
5 United States coast guard and industry to determine if another
6 capable, unencumbered commercial tug is available in the area that
7 can respond. If such a tug can respond without increasing the risk of
8 a casualty, it should be deployed as the tug of choice and the state-
9 contracted rescue tug should not be taken off standby duty. The
10 department is also authorized to spot charter tugs as needed during
11 major storms and other high risk periods to protect maritime commerce
12 and the environment anywhere in state waters.

13 The department shall not proceed with rule making related to
14 emergency towing pursuant to chapter 88.46 RCW, so long as the
15 deposit of the fee into the vessel response account under RCW
16 46.68.020(2) is continued and is appropriated for the purpose of the
17 dedicated rescue tug.

18 During the 2015-2017 fiscal biennium, the legislature may
19 transfer from the vessel response account to the environmental legacy
20 stewardship account such amounts as reflect the excess fund balance
21 of the account.

22 NEW SECTION. **Sec. 951.** If any provision of this act or its
23 application to any person or circumstance is held invalid, the
24 remainder of the act or the application of the provision to other
25 persons or circumstances is not affected.

26 NEW SECTION. **Sec. 952.** This act is necessary for the immediate
27 preservation of the public peace, health, or safety, or support of
28 the state government and its existing public institutions, and takes
29 effect immediately."

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By Representative

30 On page 1, line 1 of the title, after "matters;" strike the
31 remainder of the title and insert "amending RCW 18.20.430, 18.43.150,
32 18.85.061, 18.85.461, 19.02.210, 28B.122.050, 38.52.105, 41.06.280,

1 41.16.050, 41.26.802, 41.45.035, 41.80.010, 41.80.140, 43.09.475,
2 43.10.220, 43.43.839, 43.43.944, 43.79.201, 43.79.445, 43.79.460,
3 43.83B.430, 43.135.045, 43.155.050, 43.185.030, 43.350.070,
4 43.372.070, 46.08.160, 50.16.010, 50.24.014, 69.50.530, 70.128.160,
5 72.09.090, 72.09.465, 77.12.201, 79A.80.090, 90.03.650, and
6 90.56.335; amending 2015 3rd sp.s. c 4 ss 101, 102, 103, 104, 105,
7 106, 107, 108, 110, 111, 112, 113, 114, 115, 116, 117, 118, 119, 120,
8 121, 122, 123, 124, 126, 127, 128, 129, 130, 131, 132, 133, 134, 135,
9 136, 137, 138, 139, 140, 141, 142, 143, 144, 145, 146, 147, 148, 149,
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11 213, 214, 215, 216, 217, 218, 219, 220, 221, 222, 301, 302, 303, 304,
12 305, 306, 307, 308, 309, 310, 311, 401, 402, 501, 502, 504, 505, 507,
13 508, 509, 510, 511, 512, 513, 514, 515, 516, 517, 601, 605, 606, 607,
14 608, 609, 610, 611, 612, 613, 614, 615, 616, 617, 618, 619, 620, 701,
15 704, 705, 712, 725, 722, 801, 802, 803, 805, 806, 932, 933, 938, and
16 944 (uncodified); reenacting and amending RCW 70.105D.070; adding a
17 new section to chapter 43.41 RCW; adding new sections to 2015 3rd
18 sp.s. c 4 (uncodified); repealing 2015 3rd sp.s. c 4 s 715
19 (uncodified); making appropriations; and declaring an emergency."

(End of Bill)

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